

**STATE OF UTAH**  
DEPARTMENT OF NATURAL RESOURCES  
DIVISION OF OIL, GAS AND MINING

FORM 3

AMENDED REPORT **APPLICATION FOR PERMIT TO DRILL****2. TYPE OF WORK**DRILL NEW WELL  REENTER P&A WELL  DEEPEN WELL **4. TYPE OF WELL**

Gas Well Coalbed Methane Well: NO

**6. NAME OF OPERATOR**

KERR-MCGEE OIL &amp; GAS ONSHORE, L.P.

**8. ADDRESS OF OPERATOR**

P.O. Box 173779, Denver, CO, 80217

**10. MINERAL LEASE NUMBER  
(FEDERAL, INDIAN, OR STATE)**

ML-22650

**11. MINERAL OWNERSHIP**FEDERAL  INDIAN  STATE  FEE **13. NAME OF SURFACE OWNER (if box 12 = 'fee')****15. ADDRESS OF SURFACE OWNER (if box 12 = 'fee')****17. INDIAN ALLOTTEE OR TRIBE NAME  
(if box 12 = 'INDIAN')****18. INTEND TO COMMINGLE PRODUCTION FROM  
MULTIPLE FORMATIONS**YES  (Submit Commingling Application) NO **20. LOCATION OF WELL****LOCATION AT SURFACE****Top of Uppermost Producing Zone****At Total Depth****FOOTAGES****QTR-QTR****SECTION****TOWNSHIP****RANGE****MERIDIAN**

1682 FNL 739 FWL

SWNW

36

9.0 S

22.0 E

S

1903 FNL 824 FWL

SWNW

36

9.0 S

22.0 E

S

1903 FNL 824 FWL

SWNW

36

9.0 S

22.0 E

S

**21. COUNTY**

UINTAH

**22. DISTANCE TO NEAREST LEASE LINE (Feet)**

824

**23. NUMBER OF ACRES IN DRILLING UNIT**

640

**25. DISTANCE TO NEAREST WELL IN SAME POOL  
(Applied For Drilling or Completed)**

208

**26. PROPOSED DEPTH**

MD: 10059 TVD: 10047

**27. ELEVATION - GROUND LEVEL****28. BOND NUMBER**

5288

22013542

**29. SOURCE OF DRILLING WATER /****WATER RIGHTS APPROVAL NUMBER IF APPLICABLE**

Permit #43-8496

**Hole, Casing, and Cement Information**

String	Hole Size	Casing Size	Length	Weight	Grade & Thread	Max Mud Wt.	Cement	Sacks	Yield	Weight
Surf	11	8.625	0 - 2440	28.0	J-55 LT&C	0.2	Type V	180	1.15	15.8
							Class G	270	1.15	15.8
Prod	7.875	4.5	0 - 10059	11.6	HCP-110 LT&C	13.0	Premium Lite High Strength	290	3.38	11.0
							50/50 Poz	1450	1.31	14.3

**ATTACHMENTS****VERIFY THE FOLLOWING ARE ATTACHED IN ACCORDANCE WITH THE UTAH OIL AND GAS CONSERVATION GENERAL RULES** WELL PLAT OR MAP PREPARED BY LICENSED SURVEYOR OR ENGINEER COMPLETE DRILLING PLAN AFFIDAVIT OF STATUS OF SURFACE OWNER AGREEMENT (IF FEE SURFACE) FORM 5. IF OPERATOR IS OTHER THAN THE LEASE OWNER DIRECTIONAL SURVEY PLAN (IF DIRECTIONALLY OR HORIZONTALLY DRILLED) TOPOGRAPHICAL MAP

NAME Gina Becker

TITLE Regulatory Analyst II

PHONE 720 929-6086

SIGNATURE

DATE 05/13/2011

EMAIL gina.becker@anadarko.com

API NUMBER ASSIGNED  
43047516210000

APPROVAL

Permit Manager



**Kerr-McGee Oil & Gas Onshore. L.P.****NBU 922-36E1CS**

Surface: 1682 FNL / 739 FWL SWNW  
 BHL: 1903 FNL / 824 FWL SWNW

Section 36 T9S R22E

Unitah County, Utah  
 Mineral Lease: ML-22650

**ONSHORE ORDER NO. 1****DRILLING PROGRAM**

1. & 2. **Estimated Tops of Important Geologic Markers:**  
**Estimated Depths of Anticipated Water, Oil, Gas, or Mineral Formations:**

<u>Formation</u>	<u>Depth</u>	<u>Resource</u>
Uinta	0 - Surface	
Green River	1339	
Birds Nest	1627	Water
Mahogany	1994	Water
Wasatch	4439	Gas
Mesaverde	6647	Gas
MVU2	7667	Gas
MVL1	8250	Gas
Sego	8898	Gas
Castlegate	9013	Gas
MN5	9447	Gas
TVD	10047	
TD	10059	

3. **Pressure Control Equipment** (Schematic Attached)

*Please refer to the attached Drilling Program*

4. **Proposed Casing & Cementing Program:**

*Please refer to the attached Drilling Program*

5. **Drilling Fluids Program:**

*Please refer to the attached Drilling Program*

**6. Evaluation Program:**

*Please refer to the attached Drilling Program*

**7. Abnormal Conditions:**

Maximum anticipated bottom hole pressure calculated at	10047' TVD, approximately equals
6,677 psi	(0.66 psi/ft = actual bottomhole gradient)

Maximum Anticipated Bottom Hole Pressure (MABHP) = Pore Pressure at TD

Maximum anticipated surface pressure equals approximately 4,466 psi (bottom hole pressure minus the pressure of a partially evacuated hole calculated at 0.22 psi/foot, per Onshore Order No. 2).

Per Onshore Order No. 2 - Max Anticipated Surf. Press.(MASP) = (Pore Pressure at next csg point- (0.22 psi/ft-partial evac gradient x TVD of next csg point))

**8. Anticipated Starting Dates:**

*Drilling is planned to commence immediately upon approval of this application.*

**9. Variances:**

*Please refer to the attached Drilling Program.*

*Onshore Order #2 – Air Drilling Variance*

*Kerr-McGee Oil & Gas Onshore LP (KMG) respectfully requests a variance to several requirements associated with air drilling outlined in Onshore Order 2*

- *Blowout Prevention Equipment (BOPE) requirements;*
- *Mud program requirements; and*
- *Special drilling operation (surface equipment placement) requirements associated with air drilling.*

*This Standard Operating Practices addendum provides supporting information as to why KMG current air drilling practices for constructing the surface casing hole should be granted a variance to Onshore Order 2 air drilling requirements.*

*The reader should note that the air rig is used only to construct a stable surface casing hole through a historically difficult lost circulation zone. A conventional rotary rig follows the air rig, and is used to drill and construct the majority of the wellbore.*

*More notable, KMG has used the air rig layout and procedures outlined below to drill the surface casing hole in approximately 675 wells without incident of blow out or loss of life.*

***Background***

*In a typical well, KMG utilizes an air rig for drilling the surface casing hole, an interval from the surface to surface casing depths, which varies in depth from 1,700 to 2,800 feet. The air rig drilling operation does not drill through productive or over pressured formations in KMG field, but does penetrate the Uinta and Green River Formations. The purpose of the air drilling operation is to overcome the severe loss circulation zone in the Green River known as the Bird's Nest while creating a stable hole for the surface casing. The surface casing hole is generally drilled to approximately 500 feet below the Bird's Nest.*

*Before the surface air rig is mobilized, a rathole rig is utilized to set and cement conductor pipe through a competent surface formation. Generally, the conductor is set at 40 feet. In some cases, conductor may be set deeper in areas that the surface formation is not found competent. This rig also drills the rat and mouse holes in preparation for the surface casing and production string drilling operations.*

*The air rig is then mobilized to drill the surface casing hole by drilling a 11 inch hole to just above the Bird's Nest interval with an air hammer. The hammer is then tripped and replaced with a 11 inch tri-cone bit. The tri-cone bit is used to drill to the surface casing point, approximately 500 feet below the loss circulation zone (Bird's Nest). The 8-5/8 inch surface casing is then run and cemented in place, thereby isolating the lost circulation zone.*

*KMG fully appreciates Onshore Order 2 well control and safety requirements associated with a typical air drilling operations. However, the requirements of Onshore Order 2 are excessive with respect to the air rig layout and drilling operation procedures that are currently in practice to drill and control the surface casing hole in KMG Fields.*

#### **Variance for BOPE Requirements**

*The air rig operation utilizes a properly lubricated and maintained air bowl diverter system which diverts the drilling returns to a six-inch blooie line. The air bowl is the only piece of BOPE equipment which is installed during drilling operations and is sufficient to contain the air returns associated with this drilling operation. As was discussed earlier, the drilling of the surface hole does not encounter any over pressured or productive zones, and as a result standard BOPE equipment should not be required. In addition, standard drilling practices do not support the use of BOPE on 40 feet of conductor pipe.*

#### **Variance for Mud Material Requirements**

*Onshore Order 2 also states that sufficient quantities of mud materials shall be maintained or readily accessible for the purpose of assuring adequate well control. Once again, the surface hole drilling operations does not encounter over pressured or productive intervals, and as a result there is not a need to control pressure in the surface hole with a mud system. Instead of mud, the air rigs utilize water from the reserve pit for well control, if necessary. A skid pump which is located near the reserve pit (see attachment) will supply the water to the well bore.*

#### **Variance for Special Drilling Operation (surface equipment placement) Requirements**

*Onshore Order 2 requires specific safety distances or setbacks for the placement of associated standard air drilling equipment, wellbore, and reserve pits. The air rigs used to drill the surface holes are not typical of an air rig used to drill a producing hole in other parts of the US. These are smaller in nature and designed to fit a KMG location. The typical air rig layout for drilling surface hole in the field is attached.*

*Typically the blooie line discharge point is required to be 100 feet from the well bore. In the case of a KMG well, the reserve pit is only 45 feet from the rig and is used for the drill cuttings. The blooie line, which transports the drill cuttings from the well to the reserve pit, subsequently discharges only 45 feet from the well bore.*

*Typically the air rig compressors are required to be located in the opposite direction from the blooie line and a minimum of 100 feet from the well bore. At the KMG locations, the air rig compressors are approximately 40 feet from the well bore and approximately 60 feet from the blooie line discharge due to the unique air rig design. The air compressors (see attachment) are located on the rig (1250 cfm) and*

*on a standby trailer (1170 cfm). A booster sits between the two compressors and boosts the output from 350 psi to 2000 psi. The design does put the booster and standby compressor opposite from the blooie line.*

*Lastly, Onshore Order 2 addresses the need for an automatic igniter or continuous pilot light on the blooie line. The air rig does not utilize an igniter as the surface hole drilling operation does not encounter productive formations.*

***Conclusion***

*The air rig operating procedures and the attached air rig layout have effectively maintained well control while drilling the surface holes in KMG Fields. KMG respectfully requests a variance from Onshore Order 2 with respect to air drilling well control requirements as discussed above.*

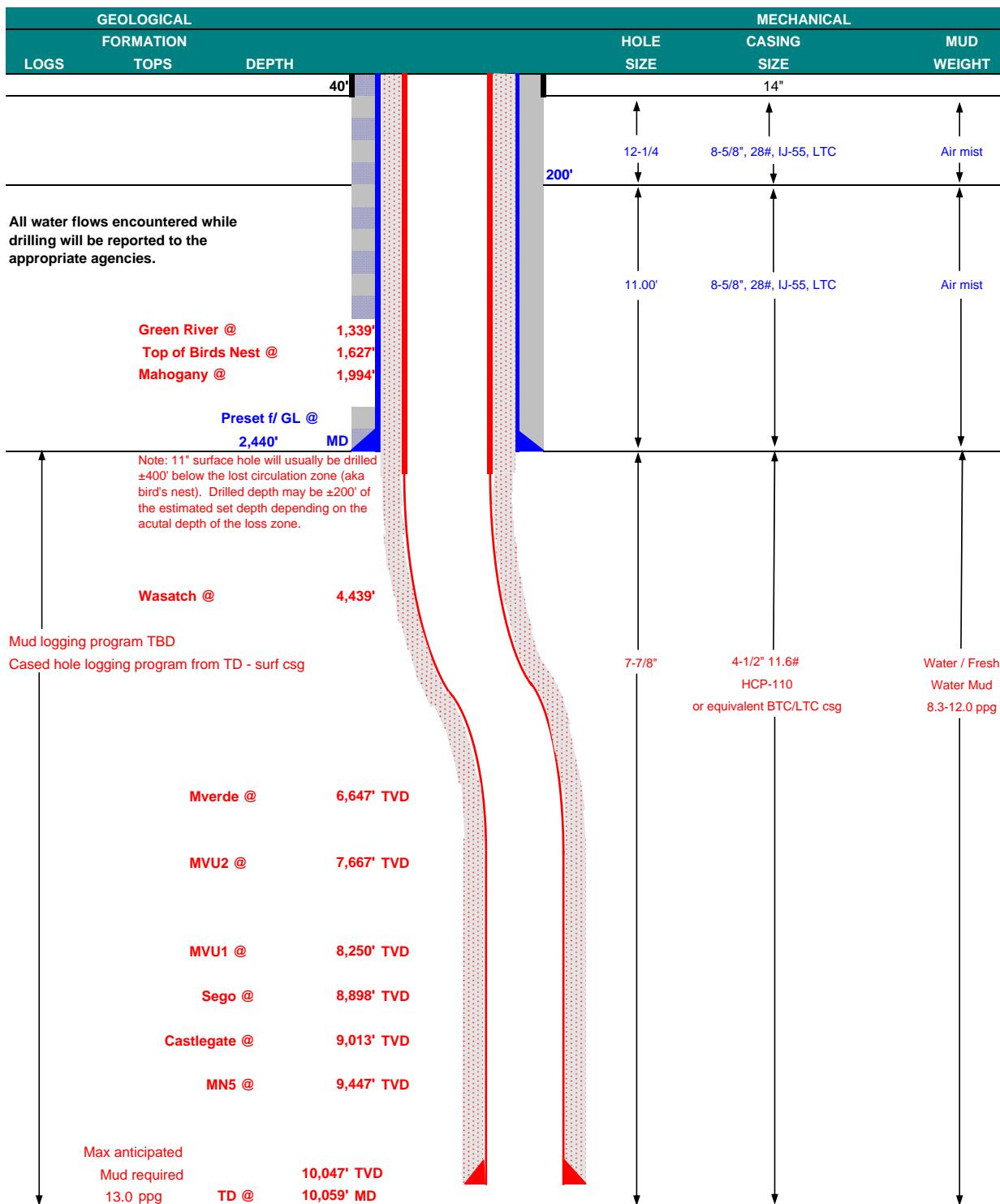
**10. Other Information:**

*Please refer to the attached Drilling Program.*



**KERR-MCGEE OIL & GAS ONSHORE LP**  
**DRILLING PROGRAM**

COMPANY NAME	KERR-MCGEE OIL & GAS ONSHORE LP			DATE	May 6, 2011	
WELL NAME	<b>NBU 922-36E1CS</b>			TD	10,047'	TVD 10,059' MD
FIELD	Natural Buttes	COUNTY	Uintah	STATE	Utah	FINISHED ELEVATION 5,288'
SURFACE LOCATION	SWNW	1682 FNL	739 FWL	Sec 36	T 9S	R 22E
	Latitude:	39.995202	Longitude:	-109.394412		NAD 27
BTM HOLE LOCATION	SWNW	1903 FNL	824 FWL	Sec 36	T 9S	R 22E
	Latitude:	39.994596	Longitude:	-109.394107		NAD 27
OBJECTIVE ZONE(S)	Wasatch/Mesaverde					
ADDITIONAL INFO	Regulatory Agencies: UDOGM (Minerals), SITLA (Surface), UDOGM Tri-County Health Dept.					





**KERR-MCGEE OIL & GAS ONSHORE LP**  
DRILLING PROGRAM

**CASING PROGRAM**

	SIZE	INTERVAL	WT.	GR.	CPLG.	DESIGN FACTORS		
						LTC	BTC	TENSION
						BURST	COLLAPSE	
CONDUCTOR	14"	0-40'				3,390	1,880	348,000
SURFACE	8-5/8"	0 to 2,440	28.00	IJ-55	LTC	2.22	1.65	5.82
PRODUCTION	4-1/2"	0 to 10,059	11.60	HCP-110	LTC or BTC	10,690 1.19	8,650 1.27	279,000 2.98
								367,000 3.92

**Surface Casing:**

(Burst Assumptions: TD = 13.0 ppg) 0.73 psi/ft = frac gradient @ surface shoe

Fracture at surface shoe with 0.1 psi/ft gas gradient above

(Collapse Assumption: Fully Evacuated Casing, Max MW) (Tension Assumptions: Air Weight of Casing\*Buoy.Fact. of water)

**Production casing:**

(Burst Assumptions: Pressure test with 8.4ppg @ 9000 psi) 0.66 psi/ft = bottomhole gradient

(Collapse Assumption: Fully Evacuated Casing, Max MW) (Tension Assumptions: Air Weight of Casing\*Buoy.Fact. of water)

**CEMENT PROGRAM**

	FT. OF FILL	DESCRIPTION	SACKS	EXCESS	WEIGHT	YIELD
SURFACE <b>Option 1</b>	LEAD TOP OUT CMT (6 jobs)	500'	Premium cmt + 2% CaCl + 0.25 pps flocele	180	60%	15.80
		1,200'	20 gals sodium silicate + Premium cmt + 2% CaCl + 0.25 pps flocele	270	0%	15.80
SURFACE <b>Option 2</b>	LEAD TAIL TOP OUT CMT	NOTE: If well will circulate water to surface, option 2 will be utilized				
		1,940'	65/35 Poz + 6% Gel + 10 pps gilsonite + 0.25 pps Flocele + 3% salt BWOW	180	35%	11.00
PRODUCTION	LEAD	500'	Premium cmt + 2% CaCl + 0.25 pps flocele	150	35%	15.80
		as required	Premium cmt + 2% CaCl	as req.	15.80	1.15
	TAIL	3,939'	Premium Lite II +0.25 pps celloflake + 5 pps gilsonite + 10% gel + 0.5% extender	290	20%	11.00
		6,120'	50/50 Poz/G + 10% salt + 2% gel + 0.1% R-3	1,450	35%	14.30
						3.38
						1.31

\*Substitute caliper hole volume plus 0% excess for LEAD if accurate caliper is obtained

\*Substitute caliper hole volume plus 10% excess for TAIL if accurate caliper is obtained

**FLOAT EQUIPMENT & CENTRALIZERS**

SURFACE	Guide shoe, 1 jt, insert float. Centralize first 3 joints with bow spring centralizers. Thread lock guide shoe
PRODUCTION	Float shoe, 1 jt, float collar. No centralizers will be used.

**ADDITIONAL INFORMATION**

Test casing head to 750 psi after installing. Test surface casing to 1,500 psi prior to drilling out.

BOPE: 11" 5M with one annular and 2 rams. The BOPE will be installed before the production hole is drilled and tested to 5,000 psi (annular to 2,500 psi) prior to drilling out the surface casing shoe. Record on chart recorder and tour sheet. Function test rams on each trip. Maintain safety valve and inside BOP on rig floor at all times. Most rigs have top drives; however, if used, the Kelly is to be equipped with upper and lower kelly valves.

Surveys will be taken at 1,000' minimum intervals.

Most rigs have PVT System for mud monitoring. If no PVT is available, visual monitoring will be utilized.

**DRILLING ENGINEER:**

Nick Spence / Emile Goodwin

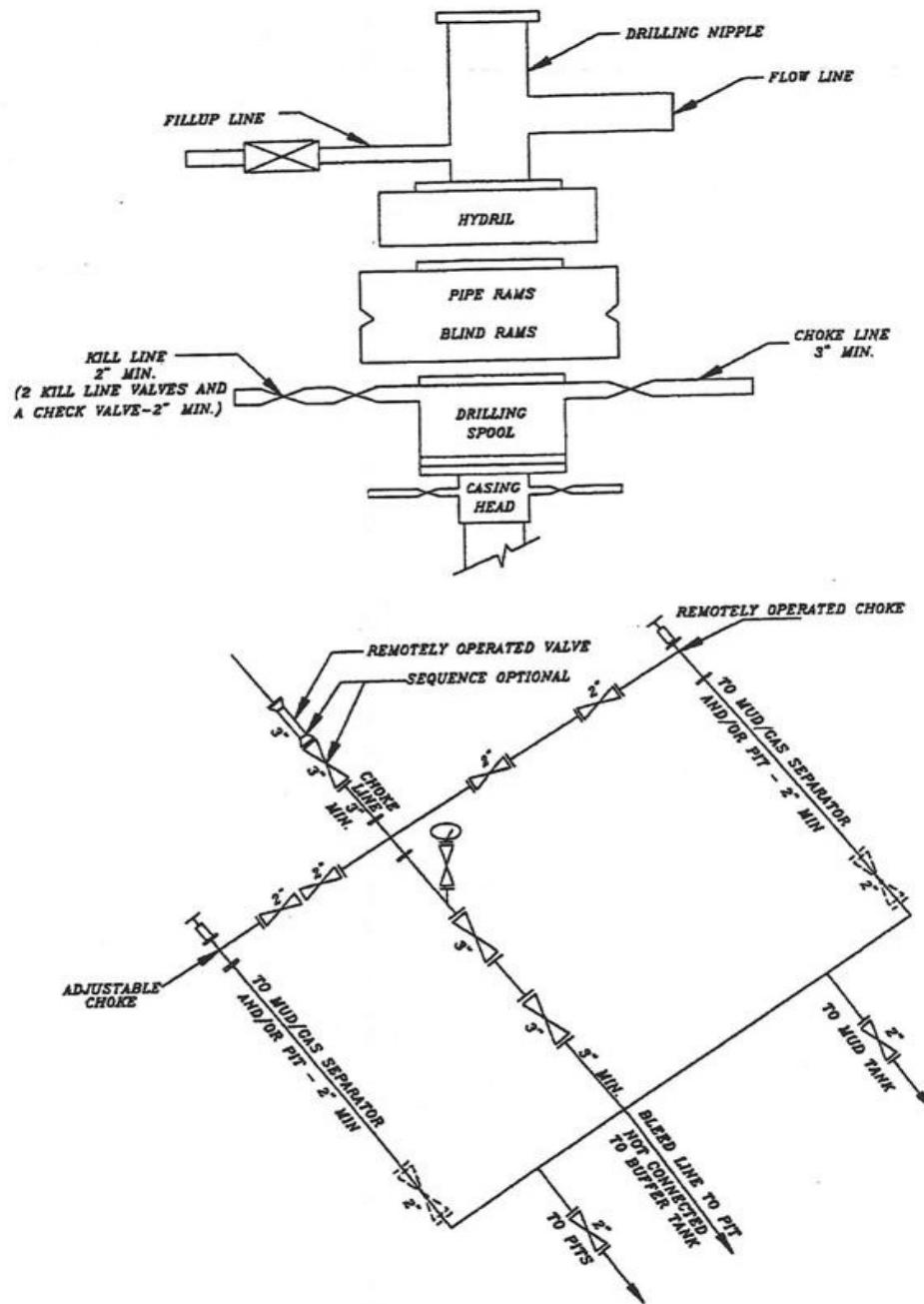
DATE: \_\_\_\_\_

**DRILLING SUPERINTENDENT:**

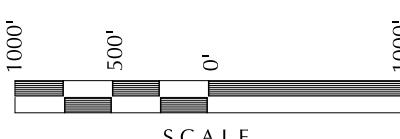
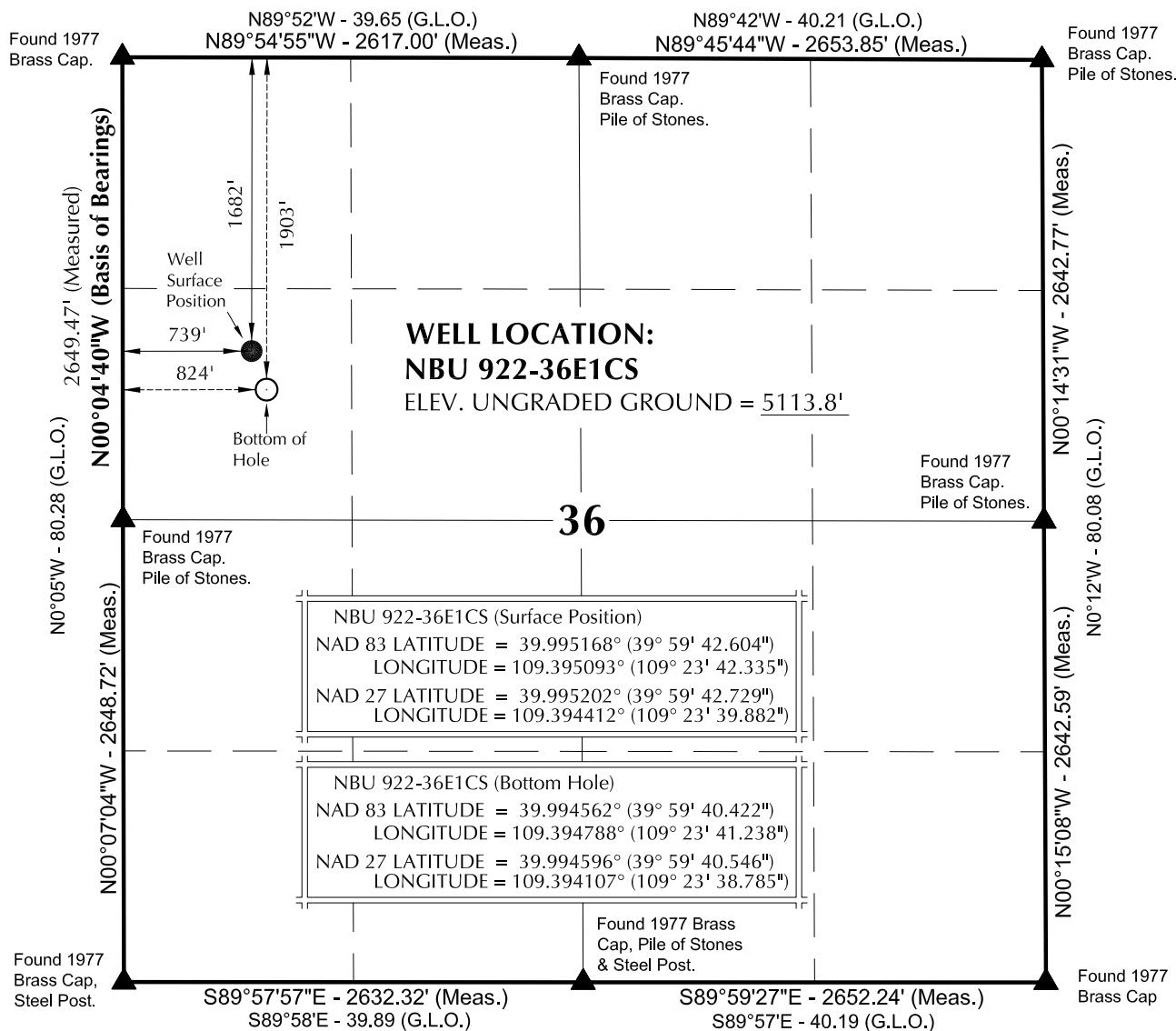
Kenny Gathings / Lovel Young

DATE: \_\_\_\_\_

**EXHIBIT A**  
**NBU 922-36E1CS**



**SCHEMATIC DIAGRAM OF 5,000 PSI BOP STACK**

**T9S, R22E, S.L.B.&M.**

THIS IS TO CERTIFY THAT THE ABOVE PLAT WAS PREPARED FROM FIELD NOTES OF ACTUAL SURVEYS MADE BY ME OR UNDER MY SUPERVISION AND THAT THE SAME ARE TRUE AND CORRECT TO THE BEST OF MY KNOWLEDGE AND BELIEF.

John R. Slough  
No. 6028691  
PROFESSIONAL LAND SURVEYOR  
REGISTRATION NO. 6028691  
STATE OF UTAH

**Kerr-McGee Oil & Gas Onshore, LP**  
1099 18th Street - Denver, Colorado 80202

**WELL PAD: NBU 922-36E**

**NBU 922-36E1CS**

**WELL PLAT**

**1903' FNL, 824' FWL (Bottom Hole)**  
SW  $\frac{1}{4}$  NW  $\frac{1}{4}$  OF SECTION 36, T9S, R22E,  
S.L.B.&M., UNTAH COUNTY, UTAH.



**CONSULTING, LLC**  
2155 North Main Street  
Sheridan WY 82801  
Phone 307-674-0609  
Fax 307-674-0182

**TIMBERLINE**

ENGINEERING & LAND SURVEYING, INC.  
209 NORTH 300 WEST - VERNAL, UTAH 84078

(435) 789-1365

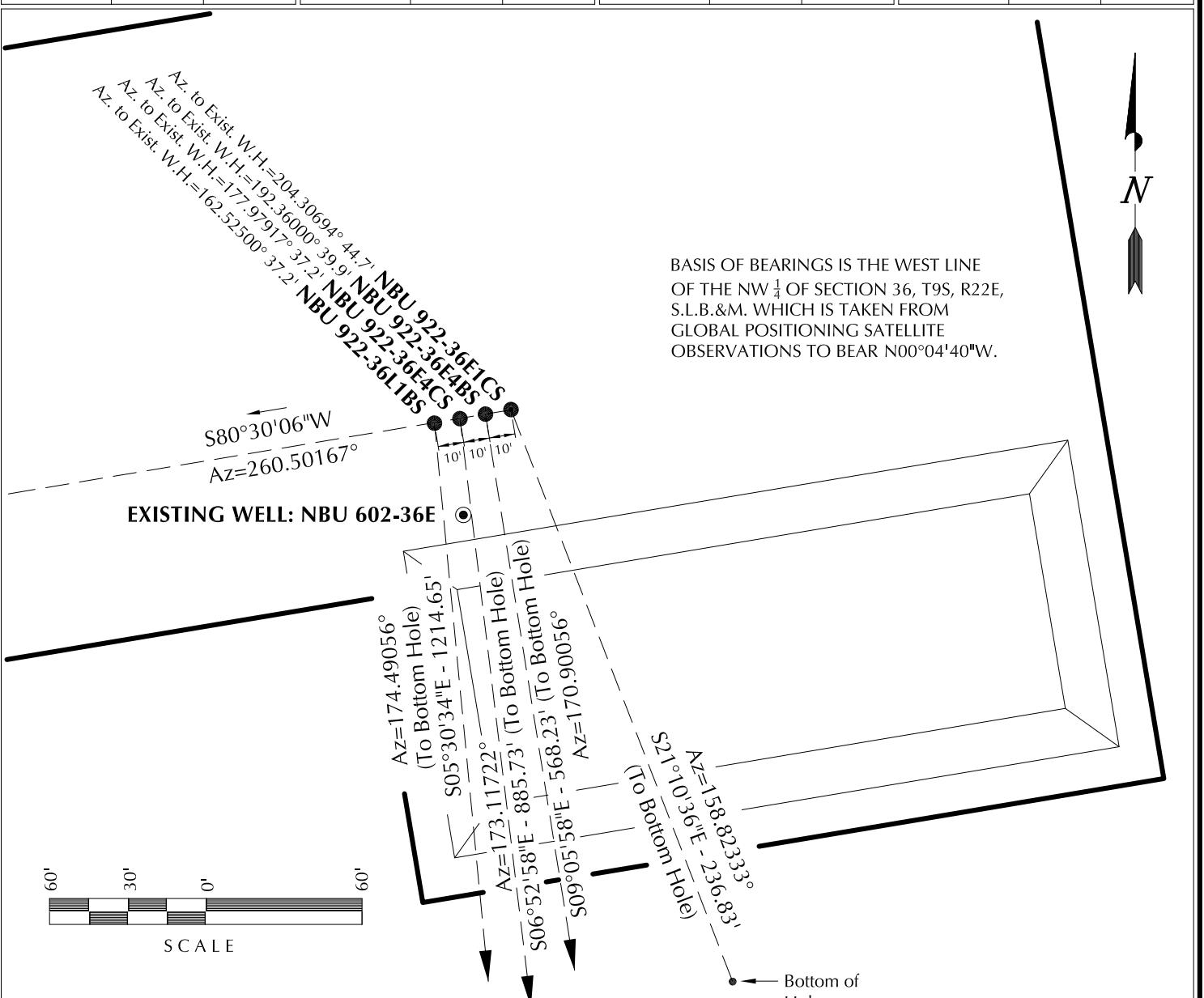
DATE SURVEYED: 09-01-10	SURVEYED BY: M.S.B.	SHEET NO: <b>1</b>
DATE DRAWN: 11-15-10	DRAWN BY: E.M.S.	
SCALE: 1" = 1000'	Date Last Revised:	

1 OF 16

WELL NAME	SURFACE POSITION				FOOTAGES	BOTTOM HOLE				
	NAD83		NAD27			NAD83		NAD27		
	LATITUDE	LONGITUDE	LATITUDE	LONGITUDE		LATITUDE	LONGITUDE	LATITUDE	LONGITUDE	
NBU 922-36E1CS	39°59'42.604"	109°23'42.335"	39°59'42.729"	109°23'42.782"	1682' FNL	39°59'40.422"	109°23'41.238"	39°59'40.546"	109°23'38.785"	
	39.995168°	109.395093°	39.995202°	109.394412°	739' FWL	39.994562°	109.394788°	39.994596°	109.394107°	
NBU 922-36E4BS	39°59'42.587"	109°23'42.461"	39°59'42.711"	109°23'40.008"	1684' FNL	39°59'37.043"	109°23'41.312"	39°59'37.167"	109°23'38.860"	
	39.995163°	109.395128°	39.995198°	109.394447°	729' FWL	39.993623°	109.394809°	39.993658°	109.394128°	
NBU 922-36E4CS	39°59'42.570"	109°23'42.587"	39°59'42.694"	109°23'40.135"	1686' FNL	39°59'33.881"	109°23'41.233"	39°59'34.005"	109°23'38.780"	
	39.995158°	109.395163°	39.995193°	109.394482°	719' FWL	39.992745°	109.394787°	39.992779°	109.394106°	
NBU 922-36L1BS	39°59'42.553"	109°23'42.714"	39°59'42.677"	109°23'40.261"	1688' FNL	39°59'30.607"	109°23'41.228"	39°59'30.731"	109°23'38.775"	
	39.995154°	109.395198°	39.995188°	109.394517°	709' FWL	39.991835°	109.394786°	39.991870°	109.394104°	
NBU 602-36E	39°59'42.202"	109°23'42.571"	39°59'42.327"	109°23'40.118"	1723' FNL					
	39.995056°	109.395159°	39.995091°	109.394477°	720' FWL					

## RELATIVE COORDINATES - From Surface Position to Bottom Hole

WELL NAME	NORTH	EAST	WELL NAME	NORTH	EAST	WELL NAME	NORTH	EAST	WELL NAME	NORTH	EAST
NBU 922-36E1CS	-220.8'	85.6'	NBU 922-36E4BS	-561.1'	89.9'	NBU 922-36E4CS	-879.3'	106.1'	NBU 922-36L1BS	-1,209.0'	116.6



Kerr-McGee Oil & Gas Onshore, LP  
1099 18th Street - Denver, Colorado 80202

## WELL PAD - NBU 922-36E

WELL PAD INTERFERENCE PLAT  
WELLS - NBU 922-36E1CS, NBU 922-36E4BS,  
NBU 922-36E4CS & NBU 922-36L1BS  
LOCATED IN SECTION 36, T9S, R22E,  
S.L.B.&M., UNTAH COUNTY, UTAH.



CONSULTING, LLC  
2155 North Main Street  
Sheridan WY 82801  
Phone 307-674-0609  
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## TIMBERLINE

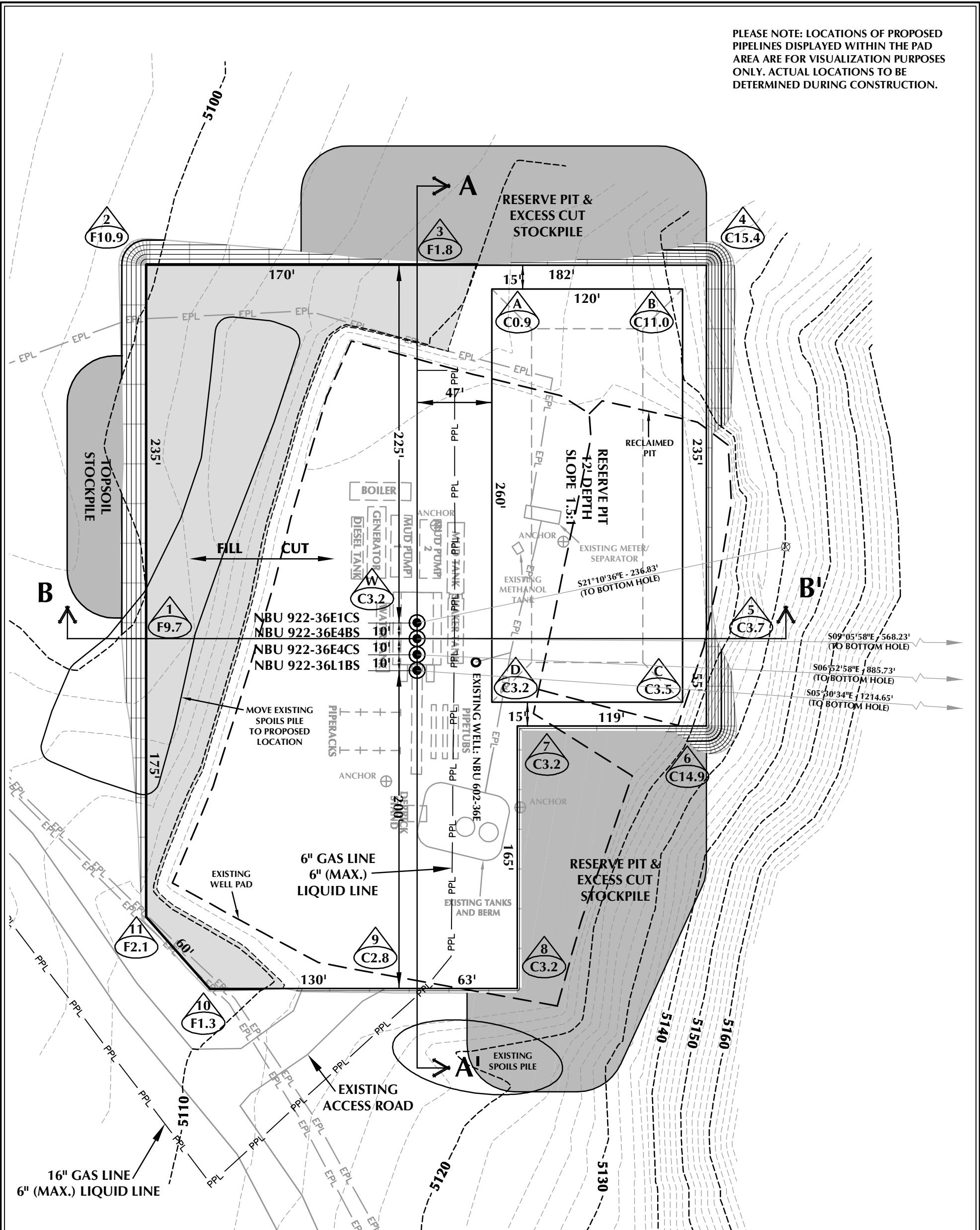
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209 NORTH 300 WEST - VERNAL, UTAH 84078

(435) 789-1365

DATE SURVEYED: 09-01-10	SURVEYED BY: M.S.B.	SHEET NO:  <b>5</b>
DATE DRAWN: 11-16-10	DRAWN BY: E.M.S.	
SCALE: 1" = 60'	Date Last Revised:	

5 OF 16

PLEASE NOTE: LOCATIONS OF PROPOSED PIPELINES DISPLAYED WITHIN THE PAD AREA ARE FOR VISUALIZATION PURPOSES ONLY. ACTUAL LOCATIONS TO BE DETERMINED DURING CONSTRUCTION.



#### WELL PAD - NBU 922-36E DESIGN SUMMARY

EXISTING GRADE @ CENTER OF WELL PAD = 5113.7'  
FINISHED GRADE ELEVATION = 5110.5'  
CUT SLOPES = 1:1  
FILL SLOPES = 1.5:1  
TOTAL WELL PAD AREA = 3.51 ACRES  
TOTAL DAMAGE AREA = 6.28 ACRES  
SHRINKAGE FACTOR = 1.10  
SWELL FACTOR = 1.00

#### WELL PAD QUANTITIES

TOTAL CUT FOR WELL PAD = 12,737 C.Y.  
TOTAL FILL FOR WELL PAD = 9,062 C.Y.  
TOPSOIL @ 6" DEPTH = 1,540 C.Y.  
EXCESS MATERIAL = 3,675 C.Y.

#### RESERVE PIT QUANTITIES

TOTAL CUT FOR RESERVE PIT  
+/- 11,020 C.Y.  
RESERVE PIT CAPACITY (2' OF FREEBOARD)  
+/- 42,290 BARRELS

Kerr-McGee Oil & Gas Onshore, LP  
1099 18th Street - Denver, Colorado 80202

WELL PAD - NBU 922-36E

WELL PAD - LOCATION LAYOUT  
NBU 922-36E1CS, NBU 922-36E4BS,  
NBU 922-36E4CS & NBU 922-36L1BS  
LOCATED IN SECTION 36, T9S, R22E,  
S.L.B.&M., UNTAH COUNTY, UTAH



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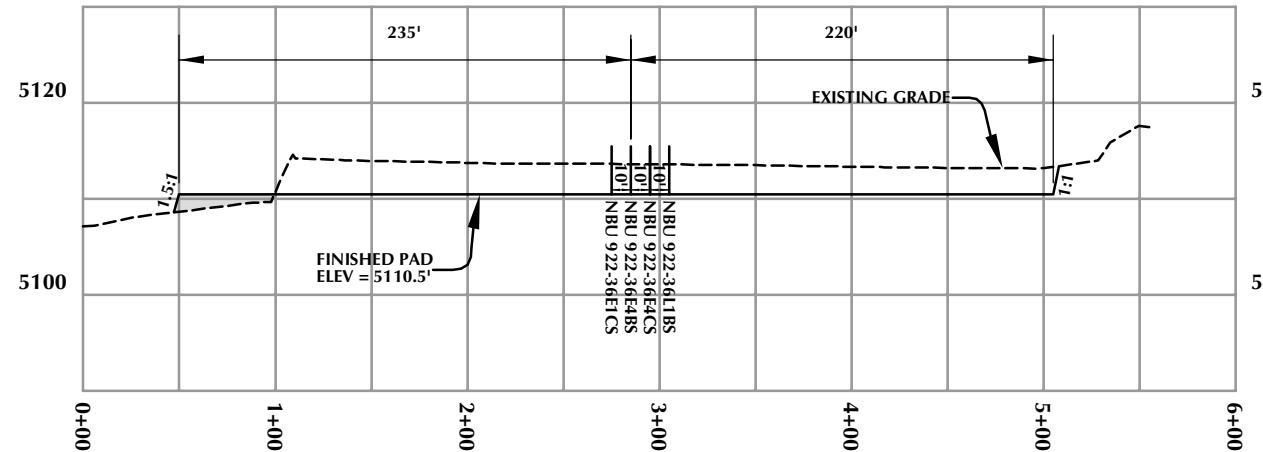
#### WELL PAD LEGEND

- EXISTING WELL LOCATION
- PROPOSED WELL LOCATION
- PROPOSED BOTTOM HOLE LOCATION
- EXISTING CONTOURS (2' INTERVAL)
- PROPOSED CONTOURS (2' INTERVAL)
- PPL PROPOSED PIPELINE
- EPL EXISTING PIPELINE

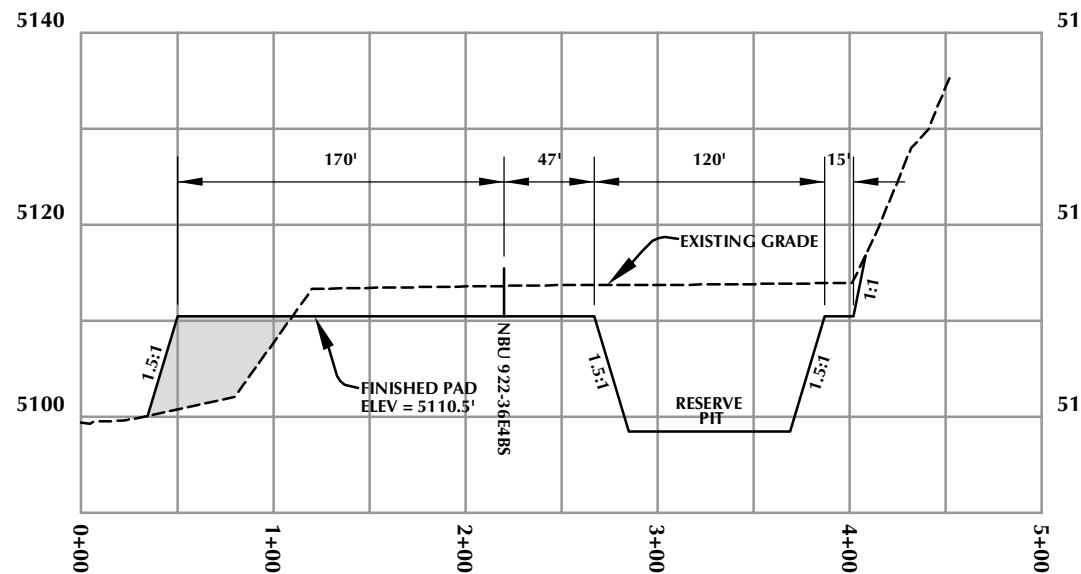


HORIZONTAL 0 30' 60'  
1" = 60'  
2' CONTOURS

SCALE: 1"=60'	DATE: 12/3/10	SHEET NO:
REVISED:		6
6 OF 16		



## CROSS SECTION A-A



## CROSS SECTION B-B

**Kerr-McGee Oil & Gas Onshore, LP**  
1099 18th Street - Denver, Colorado 80202



WELL PAD - NBU 922-36E

**WELL PAD - CROSS SECTIONS  
NBU 922-36E1CS, NBU 922-36E4BS,  
NBU 922-36E4CS & NBU 922-36L1BS  
LOCATED IN SECTION 36, T9S, R22E,  
S.L.B.&M., UNTAH COUNTY, UTAH**

**CONSULTING, LLC**  
2155 North Main Street  
Sheridan, WY 82801  
Phone 307-674-0609  
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**TIMBERLINE** (435) 789-1  
ENGINEERING & LAND SURVEYING, INC.  
209 NORTH 300 WEST - VERNAL, UTAH 84078

**HORIZONTAL**      0      50'      100'  
1" = 100'

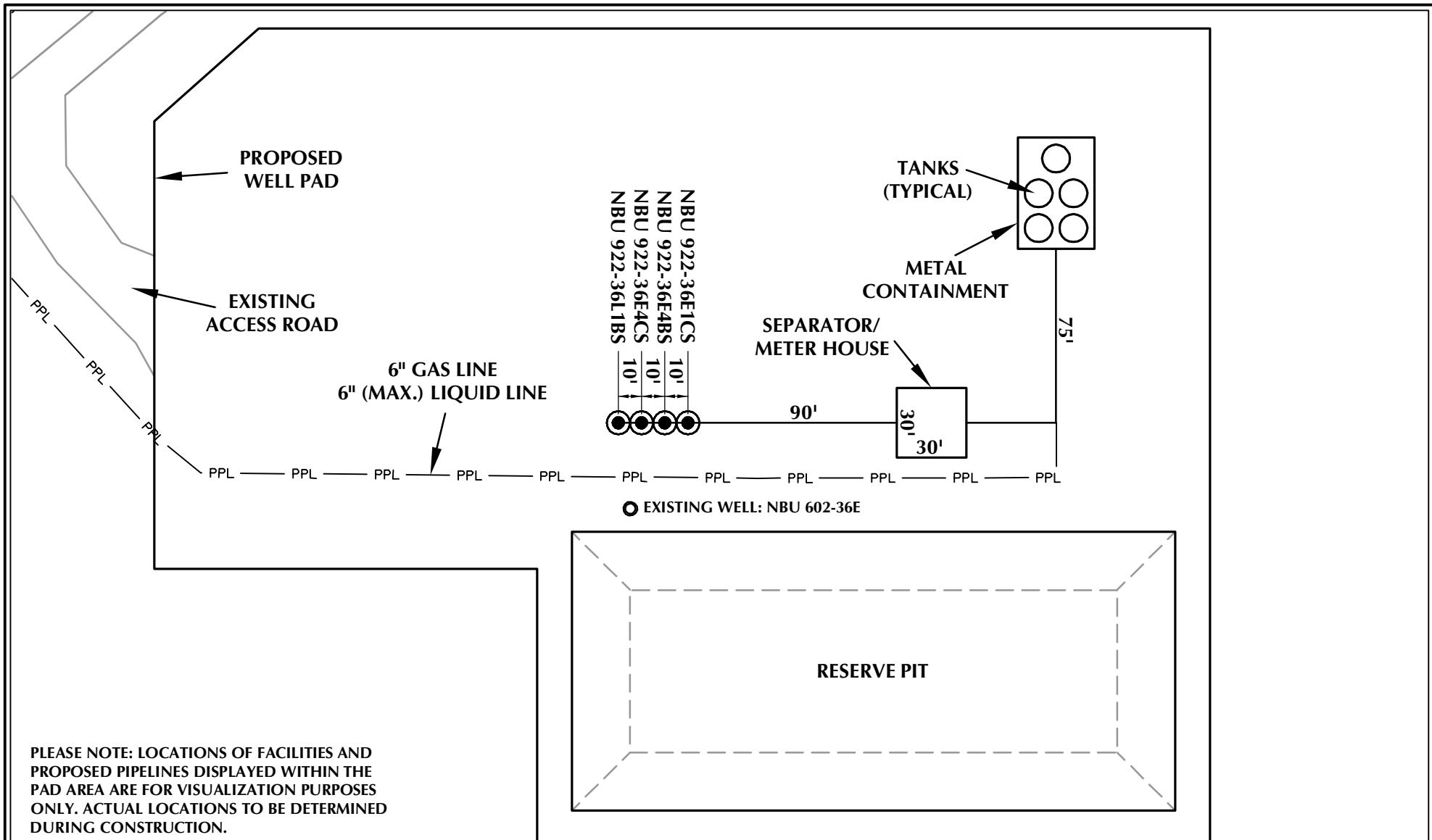
**VERTICAL**      0      10'      20'  
1" = 20'

Scale:  $1''=100'$

SHEET NO.

7

7 OF 16



**PLEASE NOTE: LOCATIONS OF FACILITIES AND PROPOSED PIPELINES DISPLAYED WITHIN THE PAD AREA ARE FOR VISUALIZATION PURPOSES ONLY. ACTUAL LOCATIONS TO BE DETERMINED DURING CONSTRUCTION.**

**Kerr-McGee Oil & Gas Onshore, LP**  
1099 18th Street - Denver, Colorado 80202

WELL PAD - NBU 922-36E

**WELL PAD - FACILITIES DIAGRAM  
NBU 922-36E1CS, NBU 922-36E4BS,  
NBU 922-36E4CS & NBU 922-36L1BS  
LOCATED IN SECTION 36, T9S, R22E,  
S.I.B.&M., UNTAH COUNTY, UTAH**



**CONSULTING, LLC**  
2155 North Main Street  
Sheridan, WY 82801  
Phone 307-674-0609  
Fax 307-674-0182

## **WELL PAD LEGEND**

-  EXISTING WELL LOCATION  
 PROPOSED WELL LOCATION  
— PPL — PROPOSED PIPELINE  
— EPL — EXISTING PIPELINE

**HORIZONTAL**  **1" = 60'**



**TIMBERLINE** (435) 789-13  
**ENGINEERING & LAND SURVEYING, INC.**  
209 NORTH 300 WEST - VERNAL, UTAH 84078

Scale: 1" = 60' Date: 12/3/10

SHEET NO:  
**8** 8 OF 16

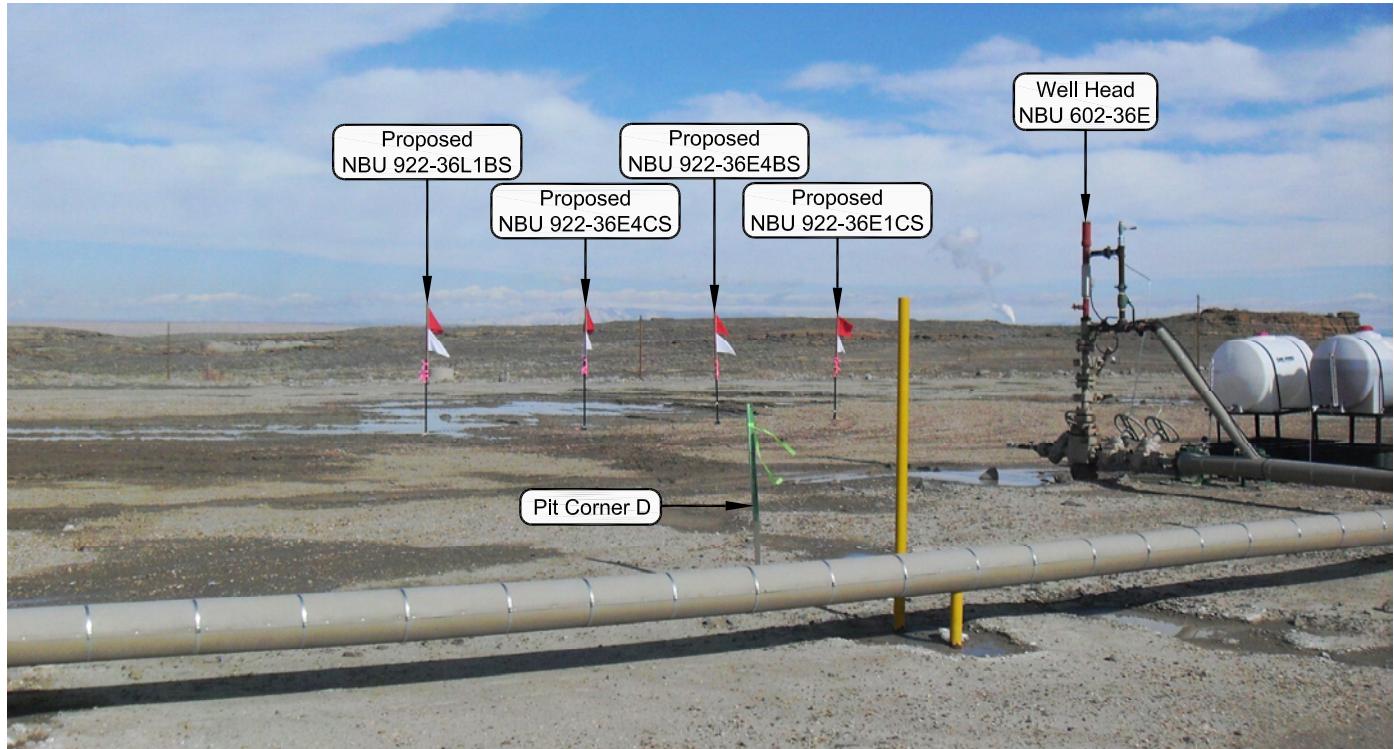


PHOTO VIEW: FROM PIT CORNER D TO LOCATION STAKE

CAMERA ANGLE: NORTHEASTERLY



PHOTO VIEW: FROM EXISTING ACCESS ROAD

CAMERA ANGLE: SOUTHEASTERLY

**Kerr-McGee Oil & Gas Onshore, LP**  
1099 18th Street - Denver, Colorado 80202

**WELL PAD - NBU 922-36E**

**LOCATION PHOTOS**

NBU 922-36E1CS, NBU 922-36E4BS,  
NBU 922-36E4CS & NBU 922-36L1BS  
LOCATED IN SECTION 36, T9S, R22E,  
S.L.B.&M., UNTAH COUNTY, UTAH.



CONSULTING, LLC  
2155 North Main Street  
Sheridan WY 82801  
Phone 307-674-0609  
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**TIMBERLINE**

(435) 789-1365  
ENGINEERING & LAND SURVEYING, INC.  
209 NORTH 300 WEST - VERNAL, UTAH 84078

DATE PHOTOS TAKEN:  
09-01-10

PHOTOS TAKEN BY: M.S.B.

SHEET NO:

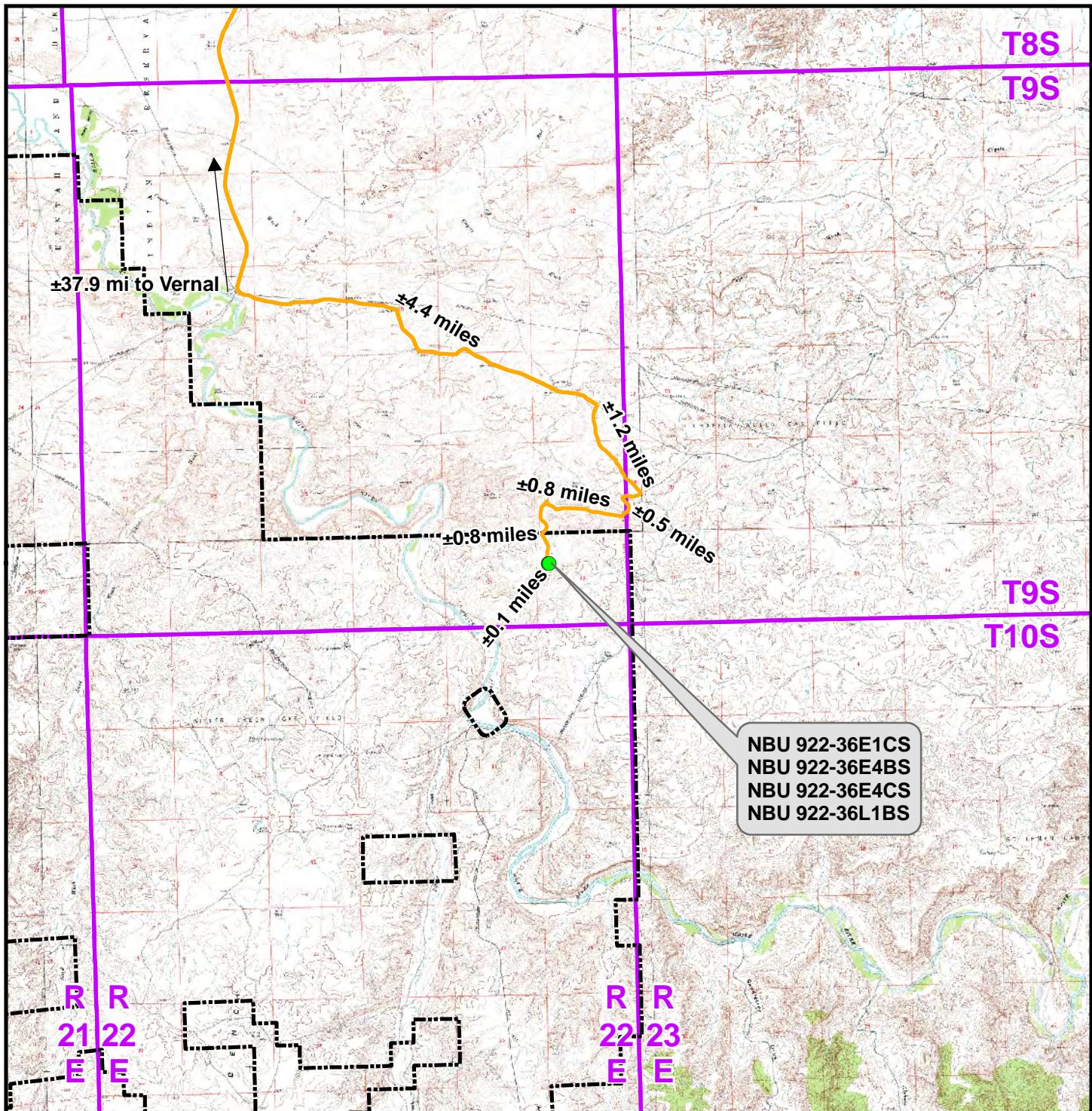
DATE DRAWN:  
11-15-10

DRAWN BY: E.M.S.

Date Last Revised:

**9**

9 OF 16

**Legend**Distance From Well Pad - NBU 922-36E To Unit Boundary:  $\pm 1,682\text{ft}$ 

- Proposed Well Location
- Natural Buttes Unit Boundary
- Access Route - Proposed

**Kerr-McGee Oil & Gas Onshore, LP**  
1099 18th Street, Denver, Colorado 80202

**WELL PAD - NBU 922-36E****TOPO A**

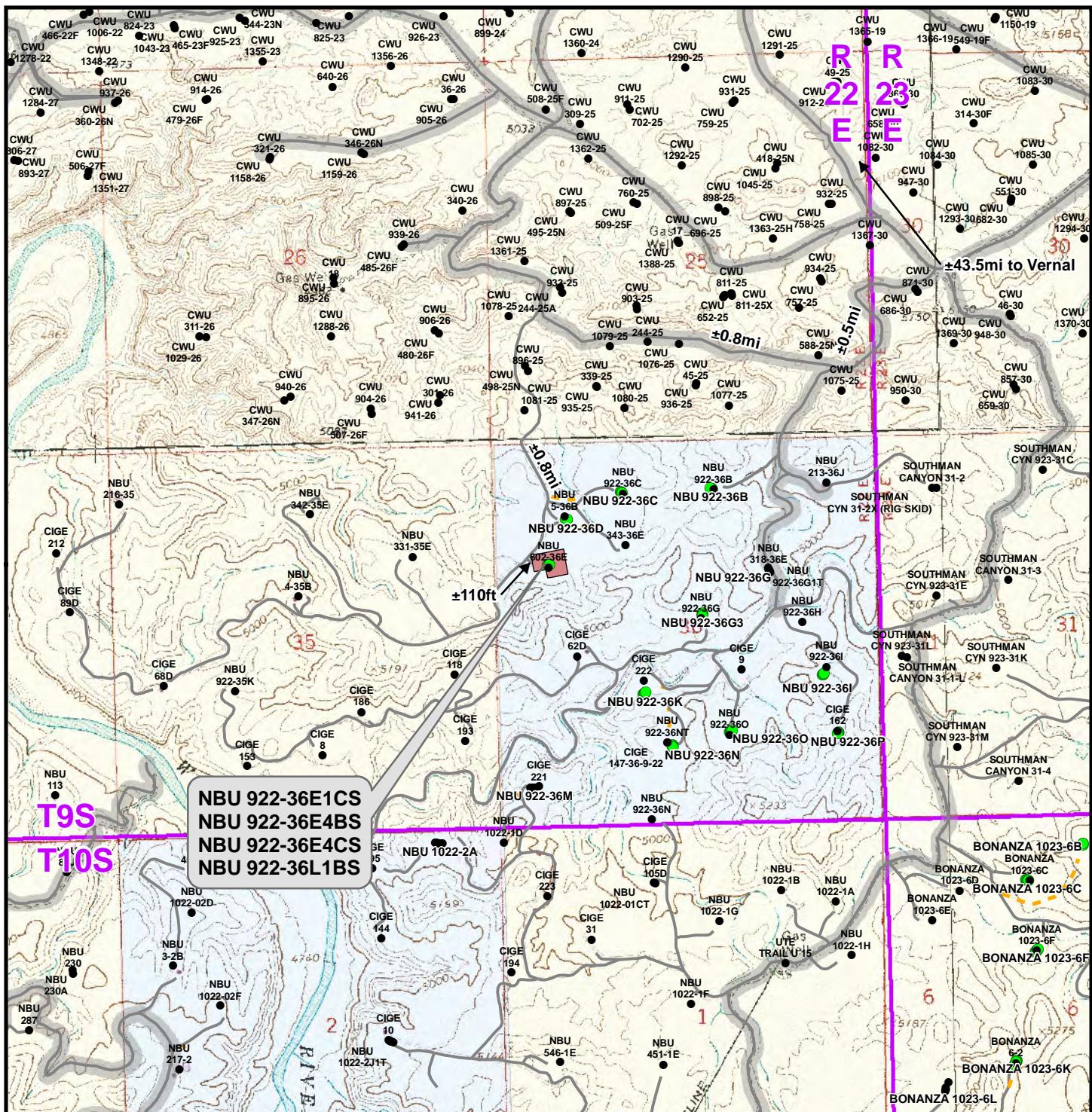
NBU 922-36E1CS, NBU 922-36E4BS,  
NBU 922-36E4CS & NBU 922-36L1BS  
LOCATED IN SECTION 36, T9S, R22E,  
S.L.B.&M., UNTAH COUNTY, UTAH



CONSULTING, LLC  
2155 North Main Street  
Sheridan, WY 82801  
Phone (307) 674-0609  
Fax (307) 674-0182

N

Scale: 1:100,000	NAD83 USP Central	Sheet No:
Drawn: TL	Date: 3 Dec 2010	10
Revised:	Date:	10 of 16

**Legend**

- Well - Proposed
- Well Pad
- Road - Proposed
- County Road
- Well - Existing
- Road - Existing
- Bureau of Land Management
- State
- Indian Reservation
- Private

**Total Proposed Road Length: ±0ft****Kerr-McGee Oil & Gas Onshore, LP**  
1099 18th Street, Denver, Colorado 80202**WELL PAD - NBU 922-36E****TOPO B**

**NBU 922-36E1CS, NBU 922-36E4BS,  
NBU 922-36E4CS & NBU 922-36L1BS  
LOCATED IN SECTION 36, T9S, R22E,  
S.L.B.&M., UNTAH COUNTY, UTAH**



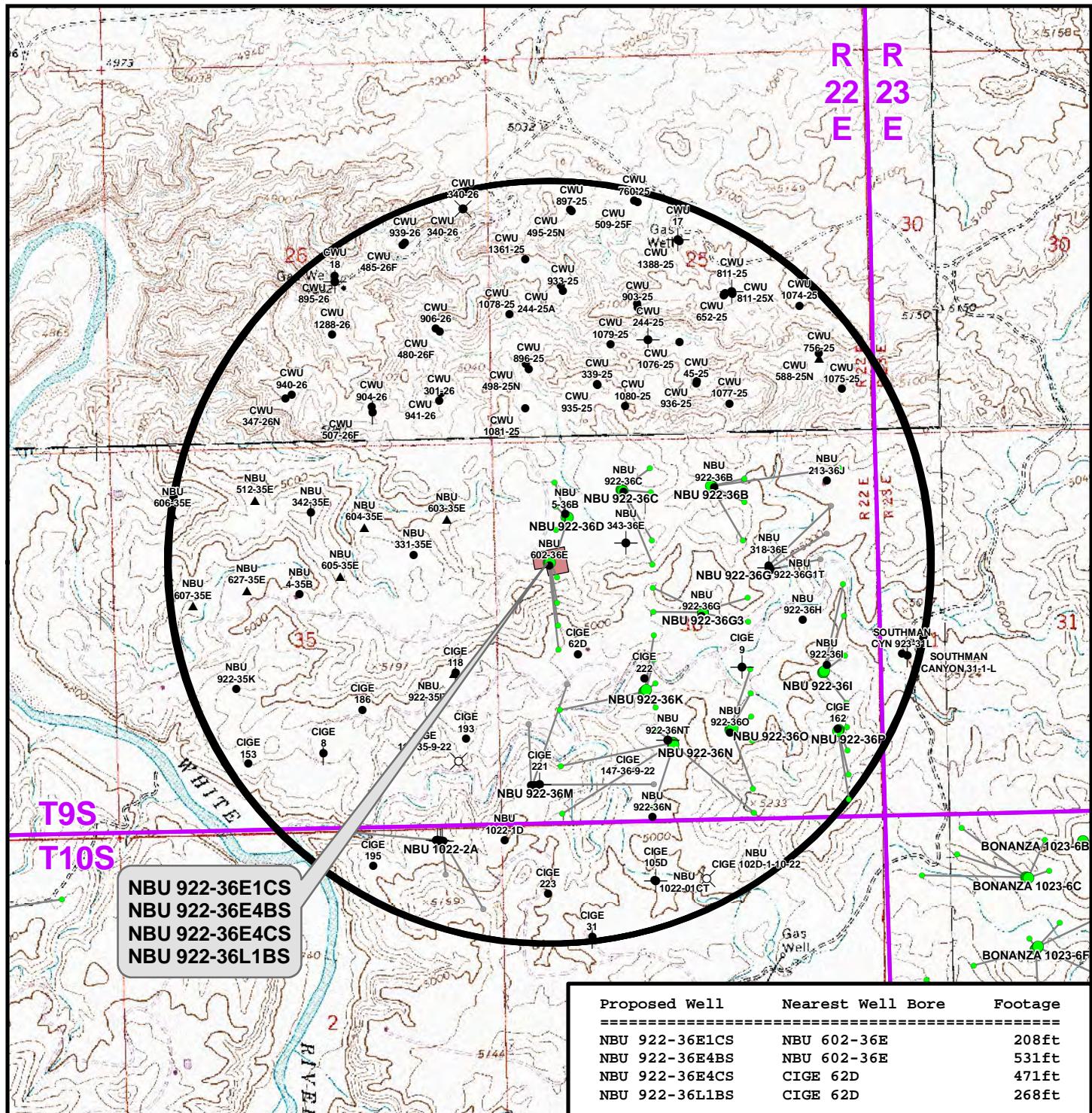
**CONSULTING, LLC**  
2155 North Main Street  
Sheridan, WY 82801  
Phone (307) 674-0609  
Fax (307) 674-0182



Scale: 1" = 2,000ft	NAD83 USP Central	Sheet No:
Drawn: TL	Date: 3 Dec 2010	11

Revised: Date:  
Date:

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**Legend**

- Well - Proposed
- Bottom Hole - Proposed
- Well Path
- Bottom Hole - Existing
- Well Pad
- Well - 1 Mile Radius

Well locations derived from State of Utah, Dept. of Natural Resources, Division of Oil, Gas and Mining

**Kerr-McGee Oil & Gas Onshore, LP**  
1099 18th Street, Denver, Colorado 80202**WELL PAD - NBU 922-36E****TOPO C**

NBU 922-36E1CS, NBU 922-36E4BS,  
NBU 922-36E4CS & NBU 922-36L1BS  
LOCATED IN SECTION 36, T9S, R22E,  
S.L.B.&M., UNTAH COUNTY, UTAH

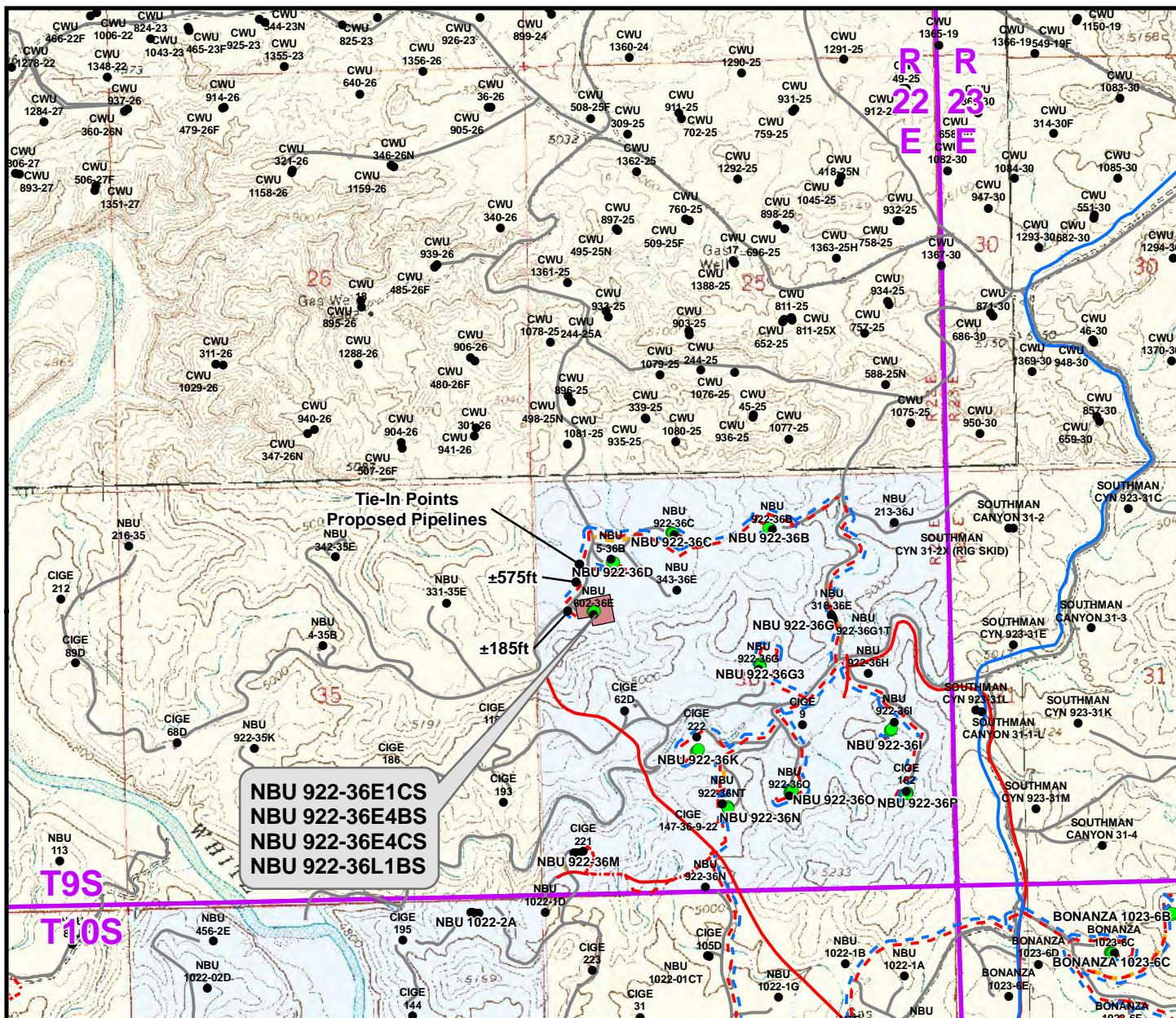


CONSULTING, LLC  
2155 North Main Street  
Sheridan, WY 82801  
Phone (307) 674-0609  
Fax (307) 674-0182



Scale: 1" = 2,000ft NAD83 USP Central Sheet No:  
Drawn: TL Date: 3 Dec 2010 12  
Revised: Date:  
12 of 16

- Producing
- Temporarily-Abandoned
- Active
- Shut-In
- Spudded (Drilling commenced: Not yet completed)
- Approved permit (APD); not yet spudded
- New Permit (Not yet approved or drilled)
- ⊕ Inactive
- ⊗ Dry hole marker, buried
- ⊗ Returned APD (Unapproved)
- ⊗ Location Abandoned
- ⊗ Drilling Operations Suspended

**Proposed Liquid Pipeline**

	Length
Proposed 6" (Max.) (Meter House to Edge of Pad)	±475ft
Proposed 6" (Max.) (Edge of Pad to Road Intersection)	±185ft
Proposed 6" (Max.) (Road Intersection to 36D Intersection)	±575ft
<b>TOTAL PROPOSED LIQUID PIPELINE =</b>	<b>±1,235ft</b>

**Proposed Gas Pipeline**

	Length
Proposed 6" (Meter House to Edge of Pad)	±475ft
Proposed 6" (Edge of Pad to Road Intersection)	±185ft
Proposed 16" (Road Intersection to 36D Intersection)	±575ft
<b>TOTAL PROPOSED GAS PIPELINE =</b>	<b>±1,235ft</b>

**Legend**

- Well - Proposed
- Well - Existing
- Well Pad
- - - Gas Pipeline - Proposed
- - - Gas Pipeline - To Be Upgraded
- - - Gas Pipeline - Existing
- Liquid Pipeline - Proposed
- Liquid Pipeline - Existing
- Road - Proposed
- Road - Existing
- Bureau of Land Management
- Indian Reservation
- State
- Private

**Kerr-McGee Oil & Gas Onshore, LP**  
1099 18th Street, Denver, Colorado 80202**WELL PAD - NBU 922-36E****TOPO D**

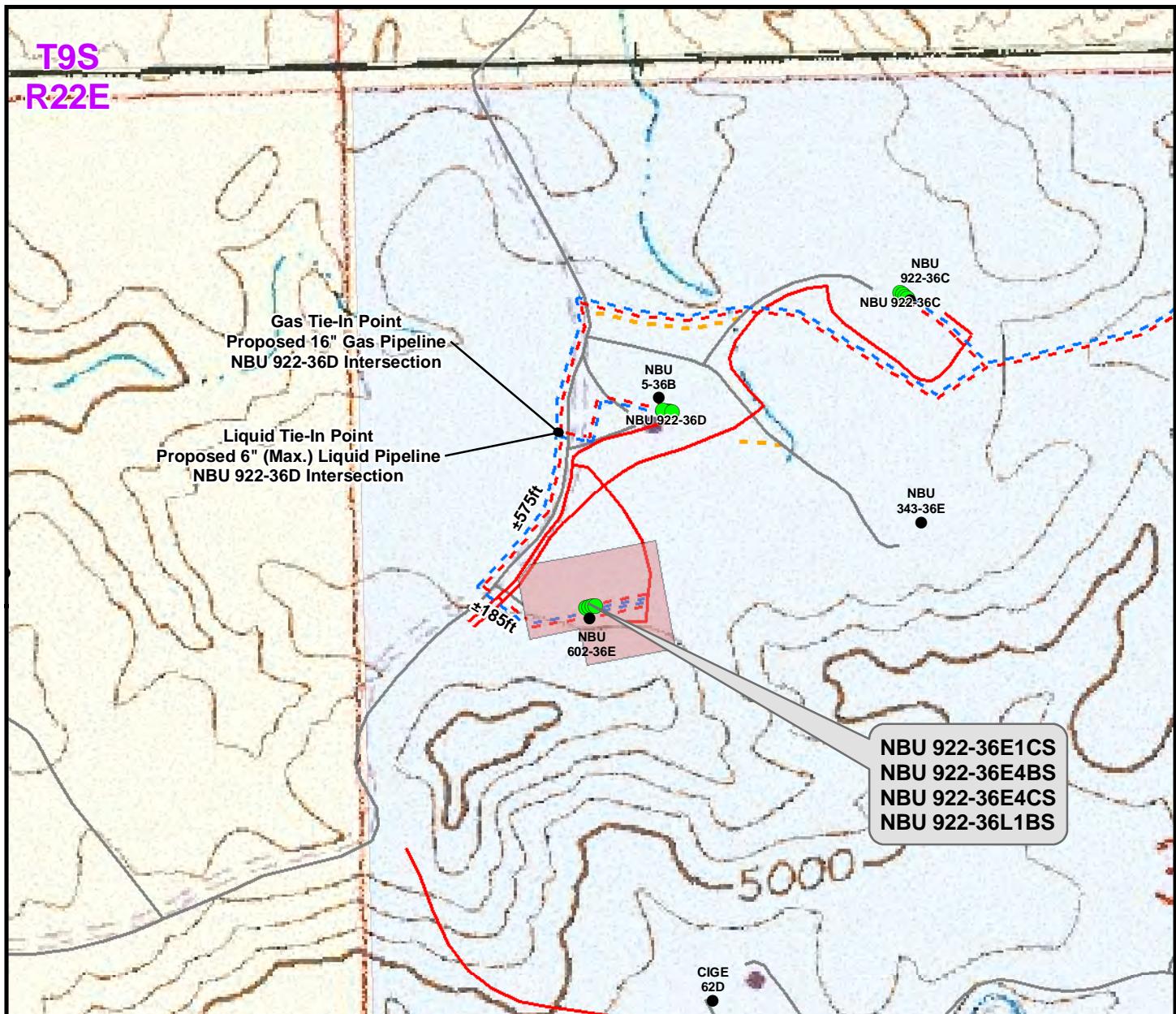
**NBU 922-36E1CS, NBU 922-36E4BS,  
NBU 922-36E4CS & NBU 922-36L1BS  
LOCATED IN SECTION 36, T9S, R22E,  
S.L.B.&M., UNTAH COUNTY, UTAH**



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Scale: 1" = 2,000ft	NAD83 USP Central	Sheet No:
Drawn: TL	Date: 3 Dec 2010	13
Revised:	Date:	13 of 16



Proposed Liquid Pipeline	Length
Proposed 6" (Max.) (Meter House to Edge of Pad)	±475ft
Proposed 6" (Max.) (Edge of Pad to Road Intersection)	±185ft
Proposed 6" (Max.) (Road Intersection to 36D Intersection)	±575ft
<b>TOTAL PROPOSED LIQUID PIPELINE =</b>	<b>±1,235ft</b>

Proposed Gas Pipeline	Length
Proposed 6" (Meter House to Edge of Pad)	±475ft
Proposed 6" (Edge of Pad to Road Intersection)	±185ft
Proposed 16" (Road Intersection to 36D Intersection)	±575ft
<b>TOTAL PROPOSED GAS PIPELINE =</b>	<b>±1,235ft</b>

**Legend**

- Well - Proposed
- Well - Existing
- Well Pad
- - - Gas Pipeline - Proposed
- - - Gas Pipeline - To Be Upgraded
- - - Gas Pipeline - Existing
- - - Liquid Pipeline - Proposed
- - - Liquid Pipeline - Existing
- - - Road - Proposed
- - - Road - Existing
- Bureau of Land Management
- Indian Reservation
- State
- Private

**Kerr-McGee Oil & Gas Onshore, LP**  
1099 18th Street, Denver, Colorado 80202

**WELL PAD - NBU 922-36E**

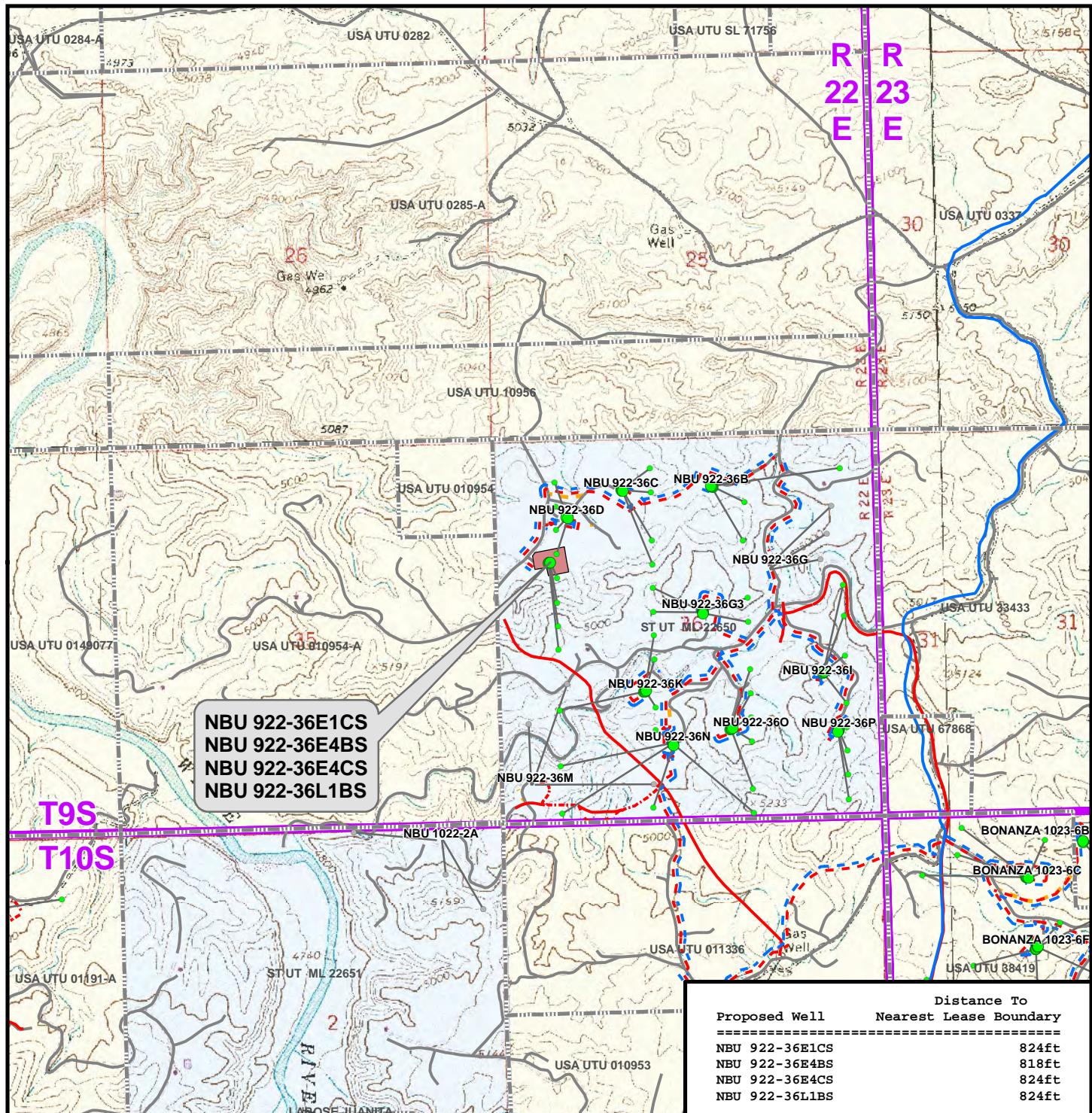
**TOPO D2 (PAD & PIPELINE DETAIL)**  
NBU 922-36E1CS, NBU 922-36E4BS,  
NBU 922-36E4CS & NBU 922-36L1BS  
LOCATED IN SECTION 36, T9S, R22E,  
S.L.B.&M., UNTAH COUNTY, UTAH



CONSULTING, LLC  
2155 North Main Street  
Sheridan, WY 82801  
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Scale: 1" = 500ft	NAD83 USP Central	Sheet No:
Drawn: TL	Date: 3 Dec 2010	14
Revised:	Date:	14 of 16

**Legend**

- Well - Proposed
- Well Pad
- Gas Pipeline - Proposed
- Liquid Pipeline - Proposed
- Road - Proposed
- Bureau of Land Management
- Bottom Hole - Proposed
- Lease Boundary
- Gas Pipeline - To Be Upgraded
- Liquid Pipeline - Existing
- Road - Existing
- Indian Reservation
- Bottom Hole - Existing
- Gas Pipeline - Existing
- Well Path
- State
- Private

**Kerr-McGee Oil & Gas Onshore, LP**  
1099 18th Street, Denver, Colorado 80202

**WELL PAD - NBU 922-36E****TOPO E**

**NBU 922-36E1CS, NBU 922-36E4BS,  
NBU 922-36E4CS & NBU 922-36L1BS  
LOCATED IN SECTION 36, T9S, R22E,  
S.L.B.&M., UNTAH COUNTY, UTAH**



CONSULTING, LLC  
2155 North Main Street  
Sheridan, WY 82801  
Phone (307) 674-0609  
Fax (307) 674-0182



Scale: 1" = 2,000ft	NAD83 USP Central	Sheet No:
Drawn: TL	Date: 3 Dec 2010	15
Revised:	Date:	15 of 16

**Kerr-McGee Oil & Gas Onshore, LP  
WELL PAD – NBU 922-36E  
WELLS – NBU 922-36E1CS, NBU 922-36E4BS,  
NBU 922-36E4CS & NBU 922-36L1BS  
Section 36, T9S, R22E, S.L.B.&M.**

From the intersection of U.S. Highway 40 and 500 East Street in Vernal, Utah, proceed in an easterly then southerly direction along U.S. Highway 40 approximately 3.3 miles to the junction of State Highway 45. Exit right and proceed in a southerly direction along State Highway 45 approximately 20.2 miles to the junction of the Glen Bench Road (County B Road 3260). Exit right and proceed in a southwesterly direction along the Glen Bench Road approximately 14.4 miles to the intersection of the Fidlar Road (County B Road 3410) which road intersection is approximately 400 feet northeast of the Mountain Fuel Bridge at the White River. Exit left and proceed in a southeasterly direction along the Fidlar Road approximately 4.4 miles to the intersection of the Seven Sisters Road (County B Road 3420). Exit right and proceed in a southerly, then southeasterly direction along the Seven Sisters Road approximately 1.2 miles to a Class D County Road to the southwest. Exit right and proceed in a southwesterly, then southerly direction along the Class D County Road approximately 0.5 miles to a second Class D County Road to the west. Exit right and proceed in a westerly, then northwesterly direction along the second Class D County Road approximately 0.8 miles to a service road to the south. Exit left and proceed in a southerly direction along the service road approximately 0.8 miles to an access road to the southeast. Exit left and proceed in a southeasterly direction along the access road approximately 110 feet to the proposed well pad.

Total distance from Vernal, Utah to the proposed well location is approximately 45.6 miles in a southerly direction.

## WELL DETAILS: NBU 922-36E1CS

GL 5111 &amp; KB 4 @ 5115.00ft (ASSUMED)

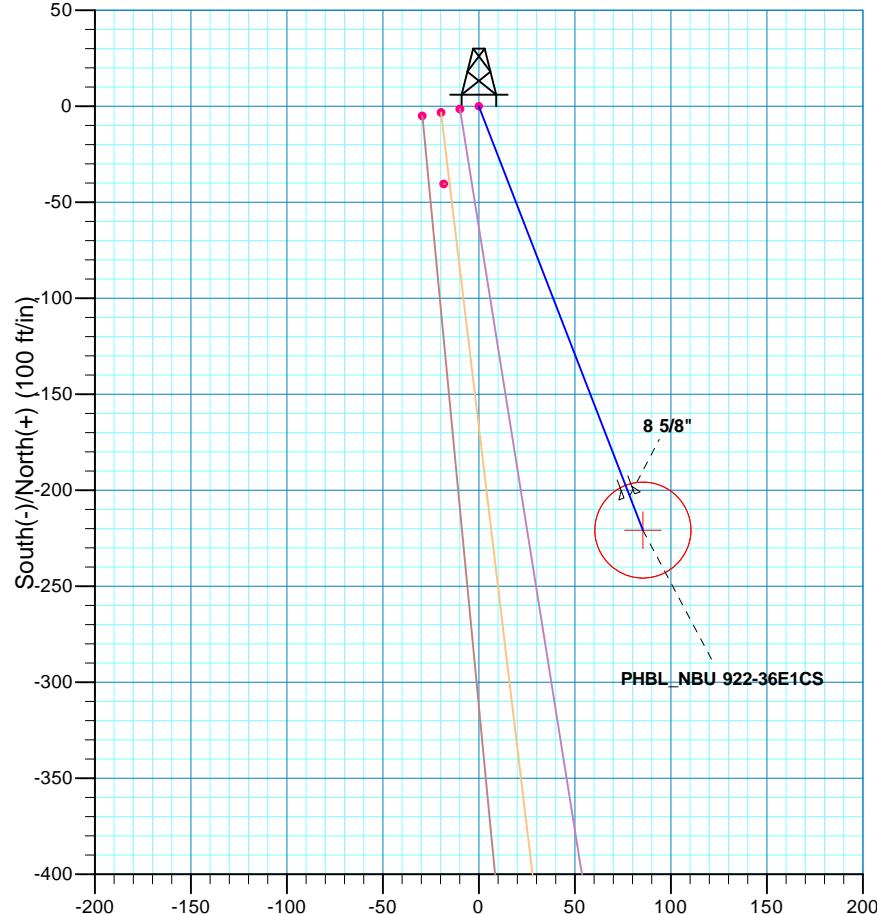
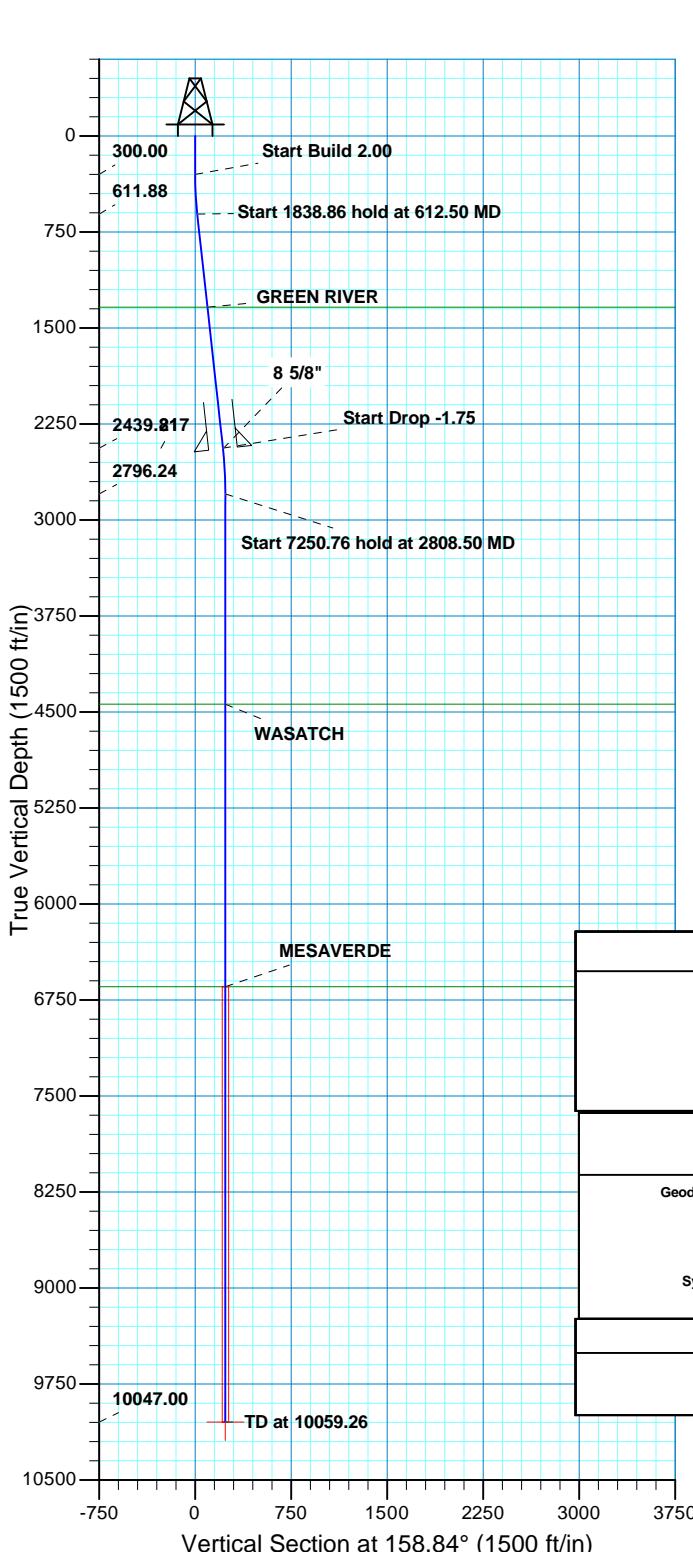
+N/S	+E/W	Northing	Easting	Latitude	Longitude
0.00	0.00	14528347.59	2090116.75	39° 59' 42.727 N	109° 23' 39.883 W

## DESIGN TARGET DETAILS

Name	TVD	+N/S	+E/W	Northing	Easting	Latitude	Longitude	Shape
PHBL	10047.00	-220.72	85.44	14528128.45	2090206.16	39° 59' 40.546 N	109° 23' 38.785 W	Circle (Radius: 25.00)

**T** Azimuths to True North  
**M** Magnetic North: 11.07°

Magnetic Field  
 Strength: 52374.7nT  
 Dip Angle: 65.89°  
 Date: 02/08/2011  
 Model: IGRF2010



SECTION DETAILS									
MD	Inc	Azi	TVD	+N/S	+E/W	Dleg	TFace	VSect	
0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	
300.00	0.00	0.00	300.00	0.00	0.00	0.00	0.00	0.00	
612.50	6.25	158.84	611.88	-15.88	6.15	2.00	158.84	17.03	
2451.36	6.25	158.84	2439.81	-202.57	78.42	0.00	0.00	217.22	
2808.50	0.00	0.00	2796.24	-220.72	85.44	1.75	180.00	236.68	
10059.26	0.00	0.00	10047.00	-220.72	85.44	0.00	0.00	236.68	PHBL_NBU 922-36E1CS

## PROJECT DETAILS: Uintah County, UT UTM12

Geodetic System: Universal Transverse Mercator (US Survey Feet)  
 Datum: NAD 1927 - Western US  
 Ellipsoid: Clarke 1866  
 Zone: Zone 12N (114 W to 108 W)  
 Location: SECTION 26 TSS R22E  
 System Datum: Mean Sea Level

FORMATION TOP DETAILS

TVDPATH	MDPATH	FORMATION
1339.00	1343.97	GREEN RIVER
4439.00	4451.26	WASATCH
6647.00	6659.26	MESAVERDE

## CASING DETAILS

TDV	MD	Name	Size
2444.00	2455.57	8 5/8"	8.625



# **Kerr McGee Oil and Gas Onshore LP**

**Uintah County, UT UTM12  
NBU 922-36E PAD  
NBU 922-36E1CS**

**OH**

**Plan: PLAN #1 2-8-11 RHS**

## **Standard Planning Report**

**05 May, 2011**



<b>Database:</b>	EDM5000-Roberts-Local	<b>Local Co-ordinate Reference:</b>	Well NBU 922-36E1CS
<b>Company:</b>	Kerr McGee Oil and Gas Onshore LP	<b>TVD Reference:</b>	GL 5111 & KB 4 @ 5115.00ft (ASSUMED)
<b>Project:</b>	Uintah County, UT UTM12	<b>MD Reference:</b>	GL 5111 & KB 4 @ 5115.00ft (ASSUMED)
<b>Site:</b>	NBU 922-36E PAD	<b>North Reference:</b>	True
<b>Well:</b>	NBU 922-36E1CS	<b>Survey Calculation Method:</b>	Minimum Curvature
<b>Wellbore:</b>	OH		
<b>Design:</b>	PLAN #1 2-8-11 RHS		

<b>Project</b>	Uintah County, UT UTM12		
<b>Map System:</b>	Universal Transverse Mercator (US Survey Feet)	<b>System Datum:</b>	Mean Sea Level
<b>Geo Datum:</b>	NAD 1927 - Western US		
<b>Map Zone:</b>	Zone 12N (114 W to 108 W)		

<b>Site</b>	NBU 922-36E PAD, SECTION 26 T9S R22E				
<b>Site Position:</b>		<b>Northing:</b>	14,528,347.60 usft	<b>Latitude:</b>	39° 59' 42.727 N
<b>From:</b>	Lat/Long	<b>Easting:</b>	2,090,116.75 usft	<b>Longitude:</b>	109° 23' 39.883 W
<b>Position Uncertainty:</b>	0.00 ft	<b>Slot Radius:</b>	13.200 in	<b>Grid Convergence:</b>	1.03 °

<b>Well</b>	NBU 922-36E1CS, 1682 FNL 739 FWL				
<b>Well Position</b>	+N/S +E/W	0.00 ft 0.00 ft	<b>Northing:</b> <b>Easting:</b>	14,528,347.60 usft 2,090,116.75 usft	<b>Latitude:</b> <b>Longitude:</b>
<b>Position Uncertainty</b>		0.00 ft	<b>Wellhead Elevation:</b>		<b>Ground Level:</b>
					5,111.00 ft

<b>Wellbore</b>	OH				
<b>Magnetics</b>	<b>Model Name</b>	<b>Sample Date</b>	<b>Declination</b> (°)	<b>Dip Angle</b> (°)	<b>Field Strength</b> (nT)
	IGRF2010	02/08/2011	11.07	65.89	52,375

<b>Design</b>	PLAN #1 2-8-11 RHS				
<b>Audit Notes:</b>					
<b>Version:</b>	<b>Phase:</b>		<b>PLAN</b>	<b>Tie On Depth:</b>	
<b>Vertical Section:</b>	<b>Depth From (TVD)</b> (ft)		+N/S (ft)	+E/W (ft)	<b>Direction</b> (°)
	0.00		0.00	0.00	158.84

<b>Plan Sections</b>										
<b>Measured Depth</b> (ft)	<b>Inclination</b> (°)	<b>Azimuth</b> (°)	<b>Vertical Depth</b> (ft)	<b>+N/S</b> (ft)	<b>+E/W</b> (ft)	<b>Dogleg Rate</b> (°/100ft)	<b>Build Rate</b> (°/100ft)	<b>Turn Rate</b> (°/100ft)	<b>TFO</b> (°)	<b>Target</b>
0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
300.00	0.00	0.00	300.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
612.50	6.25	158.84	611.88	-15.88	6.15	2.00	2.00	0.00	0.00	158.84
2,451.36	6.25	158.84	2,439.81	-202.57	78.42	0.00	0.00	0.00	0.00	0.00
2,808.50	0.00	0.00	2,796.24	-220.72	85.44	1.75	-1.75	0.00	0.00	180.00
10,059.26	0.00	0.00	10,047.00	-220.72	85.44	0.00	0.00	0.00	0.00	PHBL_NBU 922-36E`

<b>Database:</b>	EDM5000-Roberts-Local	<b>Local Co-ordinate Reference:</b>	Well NBU 922-36E1CS
<b>Company:</b>	Kerr McGee Oil and Gas Onshore LP	<b>TVD Reference:</b>	GL 5111 & KB 4 @ 5115.00ft (ASSUMED)
<b>Project:</b>	Uintah County, UT UTM12	<b>MD Reference:</b>	GL 5111 & KB 4 @ 5115.00ft (ASSUMED)
<b>Site:</b>	NBU 922-36E PAD	<b>North Reference:</b>	True
<b>Well:</b>	NBU 922-36E1CS	<b>Survey Calculation Method:</b>	Minimum Curvature
<b>Wellbore:</b>	OH		
<b>Design:</b>	PLAN #1 2-8-11 RHS		

Planned Survey										
Measured Depth (ft)	Inclination (°)	Azimuth (°)	Vertical Depth (ft)	+N/-S (ft)	+E/-W (ft)	Vertical Section (ft)	Dogleg Rate (°/100ft)	Build Rate (°/100ft)	Turn Rate (°/100ft)	
0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	
100.00	0.00	0.00	100.00	0.00	0.00	0.00	0.00	0.00	0.00	
200.00	0.00	0.00	200.00	0.00	0.00	0.00	0.00	0.00	0.00	
300.00	0.00	0.00	300.00	0.00	0.00	0.00	0.00	0.00	0.00	
<b>Start Build 2.00</b>										
400.00	2.00	158.84	399.98	-1.63	0.63	1.75	2.00	2.00	0.00	
500.00	4.00	158.84	499.84	-6.51	2.52	6.98	2.00	2.00	0.00	
600.00	6.00	158.84	599.45	-14.64	5.67	15.69	2.00	2.00	0.00	
612.50	6.25	158.84	611.88	-15.88	6.15	17.03	2.00	2.00	0.00	
<b>Start 1838.86 hold at 612.50 MD</b>										
700.00	6.25	158.84	698.86	-24.76	9.59	26.55	0.00	0.00	0.00	
800.00	6.25	158.84	798.27	-34.91	13.52	37.44	0.00	0.00	0.00	
900.00	6.25	158.84	897.67	-45.07	17.45	48.33	0.00	0.00	0.00	
1,000.00	6.25	158.84	997.08	-55.22	21.38	59.21	0.00	0.00	0.00	
1,100.00	6.25	158.84	1,096.48	-65.37	25.31	70.10	0.00	0.00	0.00	
1,200.00	6.25	158.84	1,195.89	-75.52	29.24	80.99	0.00	0.00	0.00	
1,300.00	6.25	158.84	1,295.29	-85.68	33.17	91.87	0.00	0.00	0.00	
1,343.97	6.25	158.84	1,339.00	-90.14	34.90	96.66	0.00	0.00	0.00	
<b>GREEN RIVER</b>										
1,400.00	6.25	158.84	1,394.70	-95.83	37.10	102.76	0.00	0.00	0.00	
1,500.00	6.25	158.84	1,494.11	-105.98	41.03	113.65	0.00	0.00	0.00	
1,600.00	6.25	158.84	1,593.51	-116.13	44.96	124.53	0.00	0.00	0.00	
1,700.00	6.25	158.84	1,692.92	-126.29	48.89	135.42	0.00	0.00	0.00	
1,800.00	6.25	158.84	1,792.32	-136.44	52.82	146.31	0.00	0.00	0.00	
1,900.00	6.25	158.84	1,891.73	-146.59	56.75	157.19	0.00	0.00	0.00	
2,000.00	6.25	158.84	1,991.13	-156.74	60.68	168.08	0.00	0.00	0.00	
2,100.00	6.25	158.84	2,090.54	-166.90	64.61	178.97	0.00	0.00	0.00	
2,200.00	6.25	158.84	2,189.95	-177.05	68.54	189.85	0.00	0.00	0.00	
2,300.00	6.25	158.84	2,289.35	-187.20	72.47	200.74	0.00	0.00	0.00	
2,400.00	6.25	158.84	2,388.76	-197.35	76.40	211.63	0.00	0.00	0.00	
2,451.36	6.25	158.84	2,439.81	-202.57	78.42	217.22	0.00	0.00	0.00	
<b>Start Drop -1.75</b>										
2,455.57	6.18	158.84	2,444.00	-202.99	78.58	217.67	1.75	-1.75	0.00	
<b>8 5/8"</b>										
2,500.00	5.40	158.84	2,488.20	-207.17	80.20	222.15	1.75	-1.75	0.00	
2,600.00	3.65	158.84	2,587.88	-214.53	83.05	230.04	1.75	-1.75	0.00	
2,700.00	1.90	158.84	2,687.76	-219.04	84.80	234.88	1.75	-1.75	0.00	
2,800.00	0.15	158.84	2,787.74	-220.71	85.44	236.67	1.75	-1.75	0.00	
2,808.50	0.00	0.00	2,796.24	-220.72	85.44	236.68	1.75	-1.75	0.00	
<b>Start 7250.76 hold at 2808.50 MD</b>										
2,900.00	0.00	0.00	2,887.74	-220.72	85.44	236.68	0.00	0.00	0.00	
3,000.00	0.00	0.00	2,987.74	-220.72	85.44	236.68	0.00	0.00	0.00	
3,100.00	0.00	0.00	3,087.74	-220.72	85.44	236.68	0.00	0.00	0.00	
3,200.00	0.00	0.00	3,187.74	-220.72	85.44	236.68	0.00	0.00	0.00	
3,300.00	0.00	0.00	3,287.74	-220.72	85.44	236.68	0.00	0.00	0.00	
3,400.00	0.00	0.00	3,387.74	-220.72	85.44	236.68	0.00	0.00	0.00	
3,500.00	0.00	0.00	3,487.74	-220.72	85.44	236.68	0.00	0.00	0.00	
3,600.00	0.00	0.00	3,587.74	-220.72	85.44	236.68	0.00	0.00	0.00	
3,700.00	0.00	0.00	3,687.74	-220.72	85.44	236.68	0.00	0.00	0.00	
3,800.00	0.00	0.00	3,787.74	-220.72	85.44	236.68	0.00	0.00	0.00	
3,900.00	0.00	0.00	3,887.74	-220.72	85.44	236.68	0.00	0.00	0.00	
4,000.00	0.00	0.00	3,987.74	-220.72	85.44	236.68	0.00	0.00	0.00	
4,100.00	0.00	0.00	4,087.74	-220.72	85.44	236.68	0.00	0.00	0.00	

<b>Database:</b>	EDM5000-Roberts-Local	<b>Local Co-ordinate Reference:</b>	Well NBU 922-36E1CS
<b>Company:</b>	Kerr McGee Oil and Gas Onshore LP	<b>TVD Reference:</b>	GL 5111 & KB 4 @ 5115.00ft (ASSUMED)
<b>Project:</b>	Uintah County, UT UTM12	<b>MD Reference:</b>	GL 5111 & KB 4 @ 5115.00ft (ASSUMED)
<b>Site:</b>	NBU 922-36E PAD	<b>North Reference:</b>	True
<b>Well:</b>	NBU 922-36E1CS	<b>Survey Calculation Method:</b>	Minimum Curvature
<b>Wellbore:</b>	OH		
<b>Design:</b>	PLAN #1 2-8-11 RHS		

<b>Planned Survey</b>									
<b>Measured Depth (ft)</b>	<b>Inclination (°)</b>	<b>Azimuth (°)</b>	<b>Vertical Depth (ft)</b>	<b>+N/-S (ft)</b>	<b>+E/-W (ft)</b>	<b>Vertical Section (ft)</b>	<b>Dogleg Rate (°/100ft)</b>	<b>Build Rate (°/100ft)</b>	<b>Turn Rate (°/100ft)</b>
4,200.00	0.00	0.00	4,187.74	-220.72	85.44	236.68	0.00	0.00	0.00
4,300.00	0.00	0.00	4,287.74	-220.72	85.44	236.68	0.00	0.00	0.00
4,400.00	0.00	0.00	4,387.74	-220.72	85.44	236.68	0.00	0.00	0.00
4,451.26	0.00	0.00	4,439.00	-220.72	85.44	236.68	0.00	0.00	0.00
<b>WASATCH</b>									
4,500.00	0.00	0.00	4,487.74	-220.72	85.44	236.68	0.00	0.00	0.00
4,600.00	0.00	0.00	4,587.74	-220.72	85.44	236.68	0.00	0.00	0.00
4,700.00	0.00	0.00	4,687.74	-220.72	85.44	236.68	0.00	0.00	0.00
4,800.00	0.00	0.00	4,787.74	-220.72	85.44	236.68	0.00	0.00	0.00
4,900.00	0.00	0.00	4,887.74	-220.72	85.44	236.68	0.00	0.00	0.00
5,000.00	0.00	0.00	4,987.74	-220.72	85.44	236.68	0.00	0.00	0.00
5,100.00	0.00	0.00	5,087.74	-220.72	85.44	236.68	0.00	0.00	0.00
5,200.00	0.00	0.00	5,187.74	-220.72	85.44	236.68	0.00	0.00	0.00
5,300.00	0.00	0.00	5,287.74	-220.72	85.44	236.68	0.00	0.00	0.00
5,400.00	0.00	0.00	5,387.74	-220.72	85.44	236.68	0.00	0.00	0.00
5,500.00	0.00	0.00	5,487.74	-220.72	85.44	236.68	0.00	0.00	0.00
5,600.00	0.00	0.00	5,587.74	-220.72	85.44	236.68	0.00	0.00	0.00
5,700.00	0.00	0.00	5,687.74	-220.72	85.44	236.68	0.00	0.00	0.00
5,800.00	0.00	0.00	5,787.74	-220.72	85.44	236.68	0.00	0.00	0.00
5,900.00	0.00	0.00	5,887.74	-220.72	85.44	236.68	0.00	0.00	0.00
6,000.00	0.00	0.00	5,987.74	-220.72	85.44	236.68	0.00	0.00	0.00
6,100.00	0.00	0.00	6,087.74	-220.72	85.44	236.68	0.00	0.00	0.00
6,200.00	0.00	0.00	6,187.74	-220.72	85.44	236.68	0.00	0.00	0.00
6,300.00	0.00	0.00	6,287.74	-220.72	85.44	236.68	0.00	0.00	0.00
6,400.00	0.00	0.00	6,387.74	-220.72	85.44	236.68	0.00	0.00	0.00
6,500.00	0.00	0.00	6,487.74	-220.72	85.44	236.68	0.00	0.00	0.00
6,600.00	0.00	0.00	6,587.74	-220.72	85.44	236.68	0.00	0.00	0.00
6,659.26	0.00	0.00	6,647.00	-220.72	85.44	236.68	0.00	0.00	0.00
<b>MESAVERDE</b>									
6,700.00	0.00	0.00	6,687.74	-220.72	85.44	236.68	0.00	0.00	0.00
6,800.00	0.00	0.00	6,787.74	-220.72	85.44	236.68	0.00	0.00	0.00
6,900.00	0.00	0.00	6,887.74	-220.72	85.44	236.68	0.00	0.00	0.00
7,000.00	0.00	0.00	6,987.74	-220.72	85.44	236.68	0.00	0.00	0.00
7,100.00	0.00	0.00	7,087.74	-220.72	85.44	236.68	0.00	0.00	0.00
7,200.00	0.00	0.00	7,187.74	-220.72	85.44	236.68	0.00	0.00	0.00
7,300.00	0.00	0.00	7,287.74	-220.72	85.44	236.68	0.00	0.00	0.00
7,400.00	0.00	0.00	7,387.74	-220.72	85.44	236.68	0.00	0.00	0.00
7,500.00	0.00	0.00	7,487.74	-220.72	85.44	236.68	0.00	0.00	0.00
7,600.00	0.00	0.00	7,587.74	-220.72	85.44	236.68	0.00	0.00	0.00
7,700.00	0.00	0.00	7,687.74	-220.72	85.44	236.68	0.00	0.00	0.00
7,800.00	0.00	0.00	7,787.74	-220.72	85.44	236.68	0.00	0.00	0.00
7,900.00	0.00	0.00	7,887.74	-220.72	85.44	236.68	0.00	0.00	0.00
8,000.00	0.00	0.00	7,987.74	-220.72	85.44	236.68	0.00	0.00	0.00
8,100.00	0.00	0.00	8,087.74	-220.72	85.44	236.68	0.00	0.00	0.00
8,200.00	0.00	0.00	8,187.74	-220.72	85.44	236.68	0.00	0.00	0.00
8,300.00	0.00	0.00	8,287.74	-220.72	85.44	236.68	0.00	0.00	0.00
8,400.00	0.00	0.00	8,387.74	-220.72	85.44	236.68	0.00	0.00	0.00
8,500.00	0.00	0.00	8,487.74	-220.72	85.44	236.68	0.00	0.00	0.00
8,600.00	0.00	0.00	8,587.74	-220.72	85.44	236.68	0.00	0.00	0.00
8,700.00	0.00	0.00	8,687.74	-220.72	85.44	236.68	0.00	0.00	0.00
8,800.00	0.00	0.00	8,787.74	-220.72	85.44	236.68	0.00	0.00	0.00
8,900.00	0.00	0.00	8,887.74	-220.72	85.44	236.68	0.00	0.00	0.00
9,000.00	0.00	0.00	8,987.74	-220.72	85.44	236.68	0.00	0.00	0.00
9,100.00	0.00	0.00	9,087.74	-220.72	85.44	236.68	0.00	0.00	0.00

<b>Database:</b>	EDM5000-Roberts-Local	<b>Local Co-ordinate Reference:</b>	Well NBU 922-36E1CS
<b>Company:</b>	Kerr McGee Oil and Gas Onshore LP	<b>TVD Reference:</b>	GL 5111 & KB 4 @ 5115.00ft (ASSUMED)
<b>Project:</b>	Uintah County, UT UTM12	<b>MD Reference:</b>	GL 5111 & KB 4 @ 5115.00ft (ASSUMED)
<b>Site:</b>	NBU 922-36E PAD	<b>North Reference:</b>	True
<b>Well:</b>	NBU 922-36E1CS	<b>Survey Calculation Method:</b>	Minimum Curvature
<b>Wellbore:</b>	OH		
<b>Design:</b>	PLAN #1 2-8-11 RHS		

<b>Planned Survey</b>									
<b>Measured Depth (ft)</b>	<b>Inclination (°)</b>	<b>Azimuth (°)</b>	<b>Vertical Depth (ft)</b>	<b>+N/S (ft)</b>	<b>+E/W (ft)</b>	<b>Vertical Section (ft)</b>	<b>Dogleg Rate (°/100ft)</b>	<b>Build Rate (°/100ft)</b>	<b>Turn Rate (°/100ft)</b>
9,200.00	0.00	0.00	9,187.74	-220.72	85.44	236.68	0.00	0.00	0.00
9,300.00	0.00	0.00	9,287.74	-220.72	85.44	236.68	0.00	0.00	0.00
9,400.00	0.00	0.00	9,387.74	-220.72	85.44	236.68	0.00	0.00	0.00
9,500.00	0.00	0.00	9,487.74	-220.72	85.44	236.68	0.00	0.00	0.00
9,600.00	0.00	0.00	9,587.74	-220.72	85.44	236.68	0.00	0.00	0.00
9,700.00	0.00	0.00	9,687.74	-220.72	85.44	236.68	0.00	0.00	0.00
9,800.00	0.00	0.00	9,787.74	-220.72	85.44	236.68	0.00	0.00	0.00
9,900.00	0.00	0.00	9,887.74	-220.72	85.44	236.68	0.00	0.00	0.00
10,000.00	0.00	0.00	9,987.74	-220.72	85.44	236.68	0.00	0.00	0.00
10,059.26	0.00	0.00	10,047.00	-220.72	85.44	236.68	0.00	0.00	0.00

TD at 10059.26 - PHBL\_NBU 922-36E1CS

<b>Design Targets</b>									
<b>Target Name</b>									
- hit/miss target	Dip Angle (°)	Dip Dir. (°)	TVD (ft)	+N/S (ft)	+E/W (ft)	Northing (usft)	Easting (usft)	Latitude	Longitude
- Shape									
PHBL_NBU 922-36E1C: - plan hits target center - Circle (radius 25.00)	0.00	0.00	10,047.00	-220.72	85.44	14,528,128.46	2,090,206.15	39° 59' 40.546 N	109° 23' 38.785 W

<b>Casing Points</b>									
<b>Measured Depth (ft)</b>	<b>Vertical Depth (ft)</b>	<b>Name</b>			<b>Casing Diameter (in)</b>	<b>Hole Diameter (in)</b>			
2,455.57	2,444.00	8 5/8"			8.625	11.000			

<b>Formations</b>									
<b>Measured Depth (ft)</b>	<b>Vertical Depth (ft)</b>	<b>Name</b>			<b>Lithology</b>	<b>Dip (°)</b>	<b>Dip Direction (°)</b>		
1,343.97	1,339.00	GREEN RIVER							
4,451.26	4,439.00	WASATCH							
6,659.26	6,647.00	MESAVERDE							

<b>Plan Annotations</b>									
<b>Measured Depth (ft)</b>	<b>Vertical Depth (ft)</b>	<b>Local Coordinates</b>			<b>Comment</b>				
		<b>+N/S (ft)</b>	<b>+E/W (ft)</b>						
300.00	300.00	0.00	0.00						Start Build 2.00
612.50	611.88	-15.88	6.15						Start 1838.86 hold at 612.50 MD
2,451.36	2,439.81	-202.57	78.42						Start Drop -1.75
2,808.50	2,796.24	-220.72	85.44						Start 7250.76 hold at 2808.50 MD
10,059.26	10,047.00	-220.72	85.44						TD at 10059.26



# Kerr McGee Oil and Gas Onshore LP

Uintah County, UT UTM12

NBU 922-36E PAD

NBU 922-36E1CS

OH

Plan: PLAN #1 2-8-11 RHS

## Standard Planning Report - Geographic

05 May, 2011



<b>Database:</b>	EDM5000-Roberts-Local	<b>Local Co-ordinate Reference:</b>	Well NBU 922-36E1CS
<b>Company:</b>	Kerr McGee Oil and Gas Onshore LP	<b>TVD Reference:</b>	GL 5111 & KB 4 @ 5115.00ft (ASSUMED)
<b>Project:</b>	Uintah County, UT UTM12	<b>MD Reference:</b>	GL 5111 & KB 4 @ 5115.00ft (ASSUMED)
<b>Site:</b>	NBU 922-36E PAD	<b>North Reference:</b>	True
<b>Well:</b>	NBU 922-36E1CS	<b>Survey Calculation Method:</b>	Minimum Curvature
<b>Wellbore:</b>	OH		
<b>Design:</b>	PLAN #1 2-8-11 RHS		

<b>Project</b>	Uintah County, UT UTM12		
<b>Map System:</b>	Universal Transverse Mercator (US Survey Feet)	<b>System Datum:</b>	Mean Sea Level
<b>Geo Datum:</b>	NAD 1927 - Western US		
<b>Map Zone:</b>	Zone 12N (114 W to 108 W)		

<b>Site</b>	NBU 922-36E PAD, SECTION 26 T9S R22E				
<b>Site Position:</b>		<b>Northing:</b>	14,528,347.60 usft	<b>Latitude:</b>	39° 59' 42.727 N
<b>From:</b>	Lat/Long	<b>Easting:</b>	2,090,116.75 usft	<b>Longitude:</b>	109° 23' 39.883 W
<b>Position Uncertainty:</b>	0.00 ft	<b>Slot Radius:</b>	13.200 in	<b>Grid Convergence:</b>	1.03 °

<b>Well</b>	NBU 922-36E1CS, 1682 FNL 739 FWL				
<b>Well Position</b>	+N/S +E/W	0.00 ft 0.00 ft	<b>Northing:</b> <b>Easting:</b>	14,528,347.60 usft 2,090,116.75 usft	<b>Latitude:</b> <b>Longitude:</b>
<b>Position Uncertainty</b>		0.00 ft	<b>Wellhead Elevation:</b>		<b>Ground Level:</b>
					5,111.00 ft

<b>Wellbore</b>	OH				
<b>Magnetics</b>	<b>Model Name</b>	<b>Sample Date</b>	<b>Declination</b> (°)	<b>Dip Angle</b> (°)	<b>Field Strength</b> (nT)
	IGRF2010	02/08/2011	11.07	65.89	52,375

<b>Design</b>	PLAN #1 2-8-11 RHS				
<b>Audit Notes:</b>					
<b>Version:</b>	<b>Phase:</b>		<b>PLAN</b>	<b>Tie On Depth:</b>	
<b>Vertical Section:</b>	<b>Depth From (TVD)</b> (ft)		<b>+N/S</b> (ft)	<b>+E/W</b> (ft)	<b>Direction</b> (°)
	0.00		0.00	0.00	158.84

<b>Plan Sections</b>										
<b>Measured</b>	<b>Depth</b> (ft)	<b>Inclination</b> (°)	<b>Azimuth</b> (°)	<b>Vertical</b> <b>Depth</b> (ft)	<b>+N/S</b> (ft)	<b>+E/W</b> (ft)	<b>Dogleg</b> <b>Rate</b> (°/100ft)	<b>Build</b> <b>Rate</b> (°/100ft)	<b>Turn</b> <b>Rate</b> (°/100ft)	<b>TFO</b> (°)
0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
300.00	0.00	0.00	300.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
612.50	6.25	158.84	611.88	-15.88	6.15	2.00	2.00	0.00	0.00	158.84
2,451.36	6.25	158.84	2,439.81	-202.57	78.42	0.00	0.00	0.00	0.00	0.00
2,808.50	0.00	0.00	2,796.24	-220.72	85.44	1.75	-1.75	0.00	0.00	180.00
10,059.26	0.00	0.00	10,047.00	-220.72	85.44	0.00	0.00	0.00	0.00	0.00 PHBL_NBU 922-36E`

<b>Database:</b>	EDM5000-Roberts-Local	<b>Local Co-ordinate Reference:</b>	Well NBU 922-36E1CS
<b>Company:</b>	Kerr McGee Oil and Gas Onshore LP	<b>TVD Reference:</b>	GL 5111 & KB 4 @ 5115.00ft (ASSUMED)
<b>Project:</b>	Uintah County, UT UTM12	<b>MD Reference:</b>	GL 5111 & KB 4 @ 5115.00ft (ASSUMED)
<b>Site:</b>	NBU 922-36E PAD	<b>North Reference:</b>	True
<b>Well:</b>	NBU 922-36E1CS	<b>Survey Calculation Method:</b>	Minimum Curvature
<b>Wellbore:</b>	OH		
<b>Design:</b>	PLAN #1 2-8-11 RHS		

Planned Survey										
Measured			Vertical			Map		Map		
Depth (ft)	Inclination (°)	Azimuth (°)	Depth (ft)	+N/-S (ft)	+E/-W (ft)	Northing (usft)	Easting (usft)	Latitude	Longitude	
0.00	0.00	0.00	0.00	0.00	0.00	14,528,347.60	2,090,116.75	39° 59' 42.727 N	109° 23' 39.883 W	
100.00	0.00	0.00	100.00	0.00	0.00	14,528,347.60	2,090,116.75	39° 59' 42.727 N	109° 23' 39.883 W	
200.00	0.00	0.00	200.00	0.00	0.00	14,528,347.60	2,090,116.75	39° 59' 42.727 N	109° 23' 39.883 W	
300.00	0.00	0.00	300.00	0.00	0.00	14,528,347.60	2,090,116.75	39° 59' 42.727 N	109° 23' 39.883 W	
<b>Start Build 2.00</b>										
400.00	2.00	158.84	399.98	-1.63	0.63	14,528,345.98	2,090,117.41	39° 59' 42.711 N	109° 23' 39.875 W	
500.00	4.00	158.84	499.84	-6.51	2.52	14,528,341.14	2,090,119.38	39° 59' 42.663 N	109° 23' 39.851 W	
600.00	6.00	158.84	599.45	-14.64	5.67	14,528,333.07	2,090,122.67	39° 59' 42.583 N	109° 23' 39.810 W	
612.50	6.25	158.84	611.88	-15.88	6.15	14,528,331.83	2,090,123.18	39° 59' 42.570 N	109° 23' 39.804 W	
<b>Start 1838.86 hold at 612.50 MD</b>										
700.00	6.25	158.84	698.86	-24.76	9.59	14,528,323.01	2,090,126.78	39° 59' 42.482 N	109° 23' 39.760 W	
800.00	6.25	158.84	798.27	-34.91	13.52	14,528,312.93	2,090,130.89	39° 59' 42.382 N	109° 23' 39.710 W	
900.00	6.25	158.84	897.67	-45.07	17.45	14,528,302.85	2,090,135.00	39° 59' 42.282 N	109° 23' 39.659 W	
1,000.00	6.25	158.84	997.08	-55.22	21.38	14,528,292.77	2,090,139.11	39° 59' 42.181 N	109° 23' 39.608 W	
1,100.00	6.25	158.84	1,096.48	-65.37	25.31	14,528,282.69	2,090,143.23	39° 59' 42.081 N	109° 23' 39.558 W	
1,200.00	6.25	158.84	1,195.89	-75.52	29.24	14,528,272.61	2,090,147.34	39° 59' 41.981 N	109° 23' 39.507 W	
1,300.00	6.25	158.84	1,295.29	-85.68	33.17	14,528,262.53	2,090,151.45	39° 59' 41.880 N	109° 23' 39.457 W	
1,343.97	6.25	158.84	1,339.00	-90.14	34.90	14,528,258.10	2,090,153.26	39° 59' 41.836 N	109° 23' 39.435 W	
<b>GREEN RIVER</b>										
1,400.00	6.25	158.84	1,394.70	-95.83	37.10	14,528,252.45	2,090,155.56	39° 59' 41.780 N	109° 23' 39.406 W	
1,500.00	6.25	158.84	1,494.11	-105.98	41.03	14,528,242.37	2,090,159.68	39° 59' 41.680 N	109° 23' 39.356 W	
1,600.00	6.25	158.84	1,593.51	-116.13	44.96	14,528,232.29	2,090,163.79	39° 59' 41.579 N	109° 23' 39.305 W	
1,700.00	6.25	158.84	1,692.92	-126.29	48.89	14,528,222.21	2,090,167.90	39° 59' 41.479 N	109° 23' 39.255 W	
1,800.00	6.25	158.84	1,792.32	-136.44	52.82	14,528,212.13	2,090,172.01	39° 59' 41.379 N	109° 23' 39.204 W	
1,900.00	6.25	158.84	1,891.73	-146.59	56.75	14,528,202.05	2,090,176.13	39° 59' 41.278 N	109° 23' 39.154 W	
2,000.00	6.25	158.84	1,991.13	-156.74	60.68	14,528,191.97	2,090,180.24	39° 59' 41.178 N	109° 23' 39.103 W	
2,100.00	6.25	158.84	2,090.54	-166.90	64.61	14,528,181.89	2,090,184.35	39° 59' 41.078 N	109° 23' 39.053 W	
2,200.00	6.25	158.84	2,189.95	-177.05	68.54	14,528,171.81	2,090,188.46	39° 59' 40.977 N	109° 23' 39.002 W	
2,300.00	6.25	158.84	2,289.35	-187.20	72.47	14,528,161.73	2,090,192.58	39° 59' 40.877 N	109° 23' 38.952 W	
2,400.00	6.25	158.84	2,388.76	-197.35	76.40	14,528,151.65	2,090,196.69	39° 59' 40.777 N	109° 23' 38.901 W	
2,451.36	6.25	158.84	2,439.81	-202.57	78.42	14,528,146.48	2,090,198.80	39° 59' 40.725 N	109° 23' 38.875 W	
<b>Start Drop -1.75</b>										
2,455.57	6.18	158.84	2,444.00	-202.99	78.58	14,528,146.05	2,090,198.97	39° 59' 40.721 N	109° 23' 38.873 W	
<b>8 5/8"</b>										
2,500.00	5.40	158.84	2,488.20	-207.17	80.20	14,528,141.91	2,090,200.67	39° 59' 40.679 N	109° 23' 38.853 W	
2,600.00	3.65	158.84	2,587.88	-214.53	83.05	14,528,134.60	2,090,203.65	39° 59' 40.607 N	109° 23' 38.816 W	
2,700.00	1.90	158.84	2,687.76	-219.04	84.80	14,528,130.12	2,090,205.47	39° 59' 40.562 N	109° 23' 38.794 W	
2,800.00	0.15	158.84	2,787.74	-220.71	85.44	14,528,128.47	2,090,206.15	39° 59' 40.546 N	109° 23' 38.785 W	
2,808.50	0.00	0.00	2,796.24	-220.72	85.44	14,528,128.46	2,090,206.15	39° 59' 40.546 N	109° 23' 38.785 W	
<b>Start 7250.76 hold at 2808.50 MD</b>										
2,900.00	0.00	0.00	2,887.74	-220.72	85.44	14,528,128.46	2,090,206.15	39° 59' 40.546 N	109° 23' 38.785 W	
3,000.00	0.00	0.00	2,987.74	-220.72	85.44	14,528,128.46	2,090,206.15	39° 59' 40.546 N	109° 23' 38.785 W	
3,100.00	0.00	0.00	3,087.74	-220.72	85.44	14,528,128.46	2,090,206.15	39° 59' 40.546 N	109° 23' 38.785 W	
3,200.00	0.00	0.00	3,187.74	-220.72	85.44	14,528,128.46	2,090,206.15	39° 59' 40.546 N	109° 23' 38.785 W	
3,300.00	0.00	0.00	3,287.74	-220.72	85.44	14,528,128.46	2,090,206.15	39° 59' 40.546 N	109° 23' 38.785 W	
3,400.00	0.00	0.00	3,387.74	-220.72	85.44	14,528,128.46	2,090,206.15	39° 59' 40.546 N	109° 23' 38.785 W	
3,500.00	0.00	0.00	3,487.74	-220.72	85.44	14,528,128.46	2,090,206.15	39° 59' 40.546 N	109° 23' 38.785 W	
3,600.00	0.00	0.00	3,587.74	-220.72	85.44	14,528,128.46	2,090,206.15	39° 59' 40.546 N	109° 23' 38.785 W	
3,700.00	0.00	0.00	3,687.74	-220.72	85.44	14,528,128.46	2,090,206.15	39° 59' 40.546 N	109° 23' 38.785 W	
3,800.00	0.00	0.00	3,787.74	-220.72	85.44	14,528,128.46	2,090,206.15	39° 59' 40.546 N	109° 23' 38.785 W	
3,900.00	0.00	0.00	3,887.74	-220.72	85.44	14,528,128.46	2,090,206.15	39° 59' 40.546 N	109° 23' 38.785 W	
4,000.00	0.00	0.00	3,987.74	-220.72	85.44	14,528,128.46	2,090,206.15	39° 59' 40.546 N	109° 23' 38.785 W	
4,100.00	0.00	0.00	4,087.74	-220.72	85.44	14,528,128.46	2,090,206.15	39° 59' 40.546 N	109° 23' 38.785 W	
4,200.00	0.00	0.00	4,187.74	-220.72	85.44	14,528,128.46	2,090,206.15	39° 59' 40.546 N	109° 23' 38.785 W	

<b>Database:</b>	EDM5000-Roberts-Local	<b>Local Co-ordinate Reference:</b>	Well NBU 922-36E1CS
<b>Company:</b>	Kerr McGee Oil and Gas Onshore LP	<b>TVD Reference:</b>	GL 5111 & KB 4 @ 5115.00ft (ASSUMED)
<b>Project:</b>	Uintah County, UT UTM12	<b>MD Reference:</b>	GL 5111 & KB 4 @ 5115.00ft (ASSUMED)
<b>Site:</b>	NBU 922-36E PAD	<b>North Reference:</b>	True
<b>Well:</b>	NBU 922-36E1CS	<b>Survey Calculation Method:</b>	Minimum Curvature
<b>Wellbore:</b>	OH		
<b>Design:</b>	PLAN #1 2-8-11 RHS		

<b>Planned Survey</b>									
<b>Measured</b>			<b>Vertical</b>		<b>Map</b>		<b>Map</b>		
<b>Depth</b> <b>(ft)</b>	<b>Inclination</b> <b>(°)</b>	<b>Azimuth</b> <b>(°)</b>	<b>Depth</b> <b>(ft)</b>	<b>+N/-S</b> <b>(ft)</b>	<b>+E/-W</b> <b>(ft)</b>	<b>Northing</b> <b>(usft)</b>	<b>Easting</b> <b>(usft)</b>	<b>Latitude</b>	<b>Longitude</b>
4,300.00	0.00	0.00	4,287.74	-220.72	85.44	14,528,128.46	2,090,206.15	39° 59' 40.546 N	109° 23' 38.785 W
4,400.00	0.00	0.00	4,387.74	-220.72	85.44	14,528,128.46	2,090,206.15	39° 59' 40.546 N	109° 23' 38.785 W
4,451.26	0.00	0.00	4,439.00	-220.72	85.44	14,528,128.46	2,090,206.15	39° 59' 40.546 N	109° 23' 38.785 W
<b>WASATCH</b>									
4,500.00	0.00	0.00	4,487.74	-220.72	85.44	14,528,128.46	2,090,206.15	39° 59' 40.546 N	109° 23' 38.785 W
4,600.00	0.00	0.00	4,587.74	-220.72	85.44	14,528,128.46	2,090,206.15	39° 59' 40.546 N	109° 23' 38.785 W
4,700.00	0.00	0.00	4,687.74	-220.72	85.44	14,528,128.46	2,090,206.15	39° 59' 40.546 N	109° 23' 38.785 W
4,800.00	0.00	0.00	4,787.74	-220.72	85.44	14,528,128.46	2,090,206.15	39° 59' 40.546 N	109° 23' 38.785 W
4,900.00	0.00	0.00	4,887.74	-220.72	85.44	14,528,128.46	2,090,206.15	39° 59' 40.546 N	109° 23' 38.785 W
5,000.00	0.00	0.00	4,987.74	-220.72	85.44	14,528,128.46	2,090,206.15	39° 59' 40.546 N	109° 23' 38.785 W
5,100.00	0.00	0.00	5,087.74	-220.72	85.44	14,528,128.46	2,090,206.15	39° 59' 40.546 N	109° 23' 38.785 W
5,200.00	0.00	0.00	5,187.74	-220.72	85.44	14,528,128.46	2,090,206.15	39° 59' 40.546 N	109° 23' 38.785 W
5,300.00	0.00	0.00	5,287.74	-220.72	85.44	14,528,128.46	2,090,206.15	39° 59' 40.546 N	109° 23' 38.785 W
5,400.00	0.00	0.00	5,387.74	-220.72	85.44	14,528,128.46	2,090,206.15	39° 59' 40.546 N	109° 23' 38.785 W
5,500.00	0.00	0.00	5,487.74	-220.72	85.44	14,528,128.46	2,090,206.15	39° 59' 40.546 N	109° 23' 38.785 W
5,600.00	0.00	0.00	5,587.74	-220.72	85.44	14,528,128.46	2,090,206.15	39° 59' 40.546 N	109° 23' 38.785 W
5,700.00	0.00	0.00	5,687.74	-220.72	85.44	14,528,128.46	2,090,206.15	39° 59' 40.546 N	109° 23' 38.785 W
5,800.00	0.00	0.00	5,787.74	-220.72	85.44	14,528,128.46	2,090,206.15	39° 59' 40.546 N	109° 23' 38.785 W
5,900.00	0.00	0.00	5,887.74	-220.72	85.44	14,528,128.46	2,090,206.15	39° 59' 40.546 N	109° 23' 38.785 W
6,000.00	0.00	0.00	5,987.74	-220.72	85.44	14,528,128.46	2,090,206.15	39° 59' 40.546 N	109° 23' 38.785 W
6,100.00	0.00	0.00	6,087.74	-220.72	85.44	14,528,128.46	2,090,206.15	39° 59' 40.546 N	109° 23' 38.785 W
6,200.00	0.00	0.00	6,187.74	-220.72	85.44	14,528,128.46	2,090,206.15	39° 59' 40.546 N	109° 23' 38.785 W
6,300.00	0.00	0.00	6,287.74	-220.72	85.44	14,528,128.46	2,090,206.15	39° 59' 40.546 N	109° 23' 38.785 W
6,400.00	0.00	0.00	6,387.74	-220.72	85.44	14,528,128.46	2,090,206.15	39° 59' 40.546 N	109° 23' 38.785 W
6,500.00	0.00	0.00	6,487.74	-220.72	85.44	14,528,128.46	2,090,206.15	39° 59' 40.546 N	109° 23' 38.785 W
6,600.00	0.00	0.00	6,587.74	-220.72	85.44	14,528,128.46	2,090,206.15	39° 59' 40.546 N	109° 23' 38.785 W
6,659.26	0.00	0.00	6,647.00	-220.72	85.44	14,528,128.46	2,090,206.15	39° 59' 40.546 N	109° 23' 38.785 W
<b>MESAVERDE</b>									
6,700.00	0.00	0.00	6,687.74	-220.72	85.44	14,528,128.46	2,090,206.15	39° 59' 40.546 N	109° 23' 38.785 W
6,800.00	0.00	0.00	6,787.74	-220.72	85.44	14,528,128.46	2,090,206.15	39° 59' 40.546 N	109° 23' 38.785 W
6,900.00	0.00	0.00	6,887.74	-220.72	85.44	14,528,128.46	2,090,206.15	39° 59' 40.546 N	109° 23' 38.785 W
7,000.00	0.00	0.00	6,987.74	-220.72	85.44	14,528,128.46	2,090,206.15	39° 59' 40.546 N	109° 23' 38.785 W
7,100.00	0.00	0.00	7,087.74	-220.72	85.44	14,528,128.46	2,090,206.15	39° 59' 40.546 N	109° 23' 38.785 W
7,200.00	0.00	0.00	7,187.74	-220.72	85.44	14,528,128.46	2,090,206.15	39° 59' 40.546 N	109° 23' 38.785 W
7,300.00	0.00	0.00	7,287.74	-220.72	85.44	14,528,128.46	2,090,206.15	39° 59' 40.546 N	109° 23' 38.785 W
7,400.00	0.00	0.00	7,387.74	-220.72	85.44	14,528,128.46	2,090,206.15	39° 59' 40.546 N	109° 23' 38.785 W
7,500.00	0.00	0.00	7,487.74	-220.72	85.44	14,528,128.46	2,090,206.15	39° 59' 40.546 N	109° 23' 38.785 W
7,600.00	0.00	0.00	7,587.74	-220.72	85.44	14,528,128.46	2,090,206.15	39° 59' 40.546 N	109° 23' 38.785 W
7,700.00	0.00	0.00	7,687.74	-220.72	85.44	14,528,128.46	2,090,206.15	39° 59' 40.546 N	109° 23' 38.785 W
7,800.00	0.00	0.00	7,787.74	-220.72	85.44	14,528,128.46	2,090,206.15	39° 59' 40.546 N	109° 23' 38.785 W
7,900.00	0.00	0.00	7,887.74	-220.72	85.44	14,528,128.46	2,090,206.15	39° 59' 40.546 N	109° 23' 38.785 W
8,000.00	0.00	0.00	7,987.74	-220.72	85.44	14,528,128.46	2,090,206.15	39° 59' 40.546 N	109° 23' 38.785 W
8,100.00	0.00	0.00	8,087.74	-220.72	85.44	14,528,128.46	2,090,206.15	39° 59' 40.546 N	109° 23' 38.785 W
8,200.00	0.00	0.00	8,187.74	-220.72	85.44	14,528,128.46	2,090,206.15	39° 59' 40.546 N	109° 23' 38.785 W
8,300.00	0.00	0.00	8,287.74	-220.72	85.44	14,528,128.46	2,090,206.15	39° 59' 40.546 N	109° 23' 38.785 W
8,400.00	0.00	0.00	8,387.74	-220.72	85.44	14,528,128.46	2,090,206.15	39° 59' 40.546 N	109° 23' 38.785 W
8,500.00	0.00	0.00	8,487.74	-220.72	85.44	14,528,128.46	2,090,206.15	39° 59' 40.546 N	109° 23' 38.785 W
8,600.00	0.00	0.00	8,587.74	-220.72	85.44	14,528,128.46	2,090,206.15	39° 59' 40.546 N	109° 23' 38.785 W
8,700.00	0.00	0.00	8,687.74	-220.72	85.44	14,528,128.46	2,090,206.15	39° 59' 40.546 N	109° 23' 38.785 W
8,800.00	0.00	0.00	8,787.74	-220.72	85.44	14,528,128.46	2,090,206.15	39° 59' 40.546 N	109° 23' 38.785 W
8,900.00	0.00	0.00	8,887.74	-220.72	85.44	14,528,128.46	2,090,206.15	39° 59' 40.546 N	109° 23' 38.785 W
9,000.00	0.00	0.00	8,987.74	-220.72	85.44	14,528,128.46	2,090,206.15	39° 59' 40.546 N	109° 23' 38.785 W
9,100.00	0.00	0.00	9,087.74	-220.72	85.44	14,528,128.46	2,090,206.15	39° 59' 40.546 N	109° 23' 38.785 W
9,200.00	0.00	0.00	9,187.74	-220.72	85.44	14,528,128.46	2,090,206.15	39° 59' 40.546 N	109° 23' 38.785 W

<b>Database:</b>	EDM5000-Roberts-Local	<b>Local Co-ordinate Reference:</b>	Well NBU 922-36E1CS
<b>Company:</b>	Kerr McGee Oil and Gas Onshore LP	<b>TVD Reference:</b>	GL 5111 & KB 4 @ 5115.00ft (ASSUMED)
<b>Project:</b>	Uintah County, UT UTM12	<b>MD Reference:</b>	GL 5111 & KB 4 @ 5115.00ft (ASSUMED)
<b>Site:</b>	NBU 922-36E PAD	<b>North Reference:</b>	True
<b>Well:</b>	NBU 922-36E1CS	<b>Survey Calculation Method:</b>	Minimum Curvature
<b>Wellbore:</b>	OH		
<b>Design:</b>	PLAN #1 2-8-11 RHS		

Planned Survey									
<b>Measured</b>		<b>Vertical</b>			<b>Map</b>		<b>Map</b>		
Depth (ft)	Inclination (°)	Azimuth (°)	Depth (ft)	+N/S (ft)	+E/W (ft)	Northing (usft)	Easting (usft)	Latitude	Longitude
9,300.00	0.00	0.00	9,287.74	-220.72	85.44	14,528,128.46	2,090,206.15	39° 59' 40.546 N	109° 23' 38.785 W
9,400.00	0.00	0.00	9,387.74	-220.72	85.44	14,528,128.46	2,090,206.15	39° 59' 40.546 N	109° 23' 38.785 W
9,500.00	0.00	0.00	9,487.74	-220.72	85.44	14,528,128.46	2,090,206.15	39° 59' 40.546 N	109° 23' 38.785 W
9,600.00	0.00	0.00	9,587.74	-220.72	85.44	14,528,128.46	2,090,206.15	39° 59' 40.546 N	109° 23' 38.785 W
9,700.00	0.00	0.00	9,687.74	-220.72	85.44	14,528,128.46	2,090,206.15	39° 59' 40.546 N	109° 23' 38.785 W
9,800.00	0.00	0.00	9,787.74	-220.72	85.44	14,528,128.46	2,090,206.15	39° 59' 40.546 N	109° 23' 38.785 W
9,900.00	0.00	0.00	9,887.74	-220.72	85.44	14,528,128.46	2,090,206.15	39° 59' 40.546 N	109° 23' 38.785 W
10,000.00	0.00	0.00	9,987.74	-220.72	85.44	14,528,128.46	2,090,206.15	39° 59' 40.546 N	109° 23' 38.785 W
10,059.26	0.00	0.00	10,047.00	-220.72	85.44	14,528,128.46	2,090,206.15	39° 59' 40.546 N	109° 23' 38.785 W

TD at 10059.26 - PHBL\_NBU 922-36E1CS

Design Targets										
<b>Target Name</b>		Dip Angle (°)	Dip Dir. (°)	TVD (ft)	+N/S (ft)	+E/W (ft)	Northing (usft)	Easting (usft)	Latitude	Longitude
- hit/miss target	- Shape	0.00	0.00	10,047.00	-220.72	85.44	14,528,128.46	2,090,206.15	39° 59' 40.546 N	109° 23' 38.785 W
- plan hits target center	- Circle (radius 25.00)									

Casing Points									
<b>Measured</b>	<b>Vertical</b>						<b>Casing</b>	<b>Hole</b>	
Depth (ft)	Depth (ft)	Name					Diameter (in)	Diameter (in)	
2,455.57	2,444.00	8 5/8"					8.625	11.000	

Formations									
<b>Measured</b>	<b>Vertical</b>						<b>Lithology</b>	<b>Dip</b>	<b>Direction</b>
Depth (ft)	Depth (ft)	Name						(°)	(°)
1,343.97	1,339.00	GREEN RIVER							
4,451.26	4,439.00	WASATCH							
6,659.26	6,647.00	MESAVERDE							

Plan Annotations									
<b>Measured</b>	<b>Vertical</b>	<b>Local Coordinates</b>							
Depth (ft)	Depth (ft)	+N/S (ft)	+E/W (ft)		Comment				
300.00	300.00	0.00	0.00		Start Build 2.00				
612.50	611.88	-15.88	6.15		Start 1838.86 hold at 612.50 MD				
2,451.36	2,439.81	-202.57	78.42		Start Drop -1.75				
2,808.50	2,796.24	-220.72	85.44		Start 7250.76 hold at 2808.50 MD				
10,059.26	10,047.00	-220.72	85.44		TD at 10059.26				

**NBU 922-36E1CS**

Surface: 1682' FNL 739' FWL (SW/4NW/4)  
BHL: 1903' FNL 824' FWL (SW/4NW/4)

**NBU 922-36E4BS**

Surface: 1684' FNL 729' FWL (SW/4NW/4)  
BHL: 2245' FNL 818' FWL (SW/4NW/4)

**NBU 922-36E4CS**

Surface: 1686' FNL 719' FWL (SW/4NW/4)  
BHL: 2565' FNL 824' FWL (SW/4NW/4)

**NBU 922-36L1BS**

Surface: 1688' FNL 709' FWL (SW/4NW/4)  
BHL: 2401' FSL 824' FWL (NW/4SW/4)

Pad: NBU 922-36E Pad  
Section 36 T09S R22E  
Mineral Lease: ML-22650

Uintah County, Utah  
Operator: Kerr-McGee Oil & Gas Onshore LP

***MULTI-POINT SURFACE USE PLAN of OPERATIONS (SUPO)***

This SUPO contains surface operating procedures for Kerr-McGee Oil & Gas Onshore LP (KMG), a wholly owned subsidiary of Anadarko Petroleum Corporation (APC) pertaining to actions that involve the State of Utah School and Institutional Trust Lands Administration (SITLA) in the development of minerals leased to KMG (including, but not limited to, APDs/SULAs/ROEs/ROWS and/or easements).

See associated Utah Division of Oil, Gas, and Mining (UDOGM) Form 3(s), plats, maps, and other attachments for site-specific information on projects represented herein.

In accordance with Utah Oil & Gas Conservation Rule R649-3-11 pertaining to Directional Drilling, these wells will be directionally drilled. Refer to Topo Map A for directions to the location and Topo Maps A and B for location of access roads within a 2-mile radius.

**A. Existing Roads:**

Existing roads consist of county roads and improved/unimproved lease roads. KMG will maintain existing roads in a condition that is the same as or better than before operations began and in a safe and usable condition. Maintenance of existing roads will continue until final abandonment and reclamation of well pads and/or other facilities. The road maintenance may include, but is not limited to, blading, ditching, culvert installation/cleanout, surfacing, and dust control.

Typically, roads, gathering lines and electrical distribution lines will occupy common disturbance corridors and roadways will be used as working space. All disturbances located in the same corridor will overlap each

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other to the maximum extent possible; in no case will the maximum disturbance width of the access road and utility corridors exceed 50', unless otherwise approved.

**B. Planned Access Roads:**

No new access road is proposed. (see Topo Map B). Applicable Uintah County encroachment and/or pipeline crossing permits will be obtained prior to construction/development. No other pipelines will be crossed at this location.

If there are roads that are new or to be reconstructed, they will be located, designed, and maintained to meet the standards of SITLA and other commonly accepted Best Management Practices (BMPs). If a new road/corridor were to cross a water of the United States, KMG will adhere to the requirements of applicable Nationwide or Individual Permits of the Department of Army Corps of Engineers.

During the onsite, turnouts, major cut and fills, culverts, bridges, gates, cattle guards, low water crossings, or modifications needed to existing infrastructure/facilities were determined, as applicable, are typically shown on attached Exhibits and Topo maps.

**C. Location of Existing and Proposed Facilities:**

This pad will expand the existing pad for the NBU 602-36E. The NBU 602-36E well location is a vertical well that is shut-in according to Utah Division of Oil, Gas and Mining (UDOGM) records as of April 15, 2011.

Production facilities (see Well Pad Design Summary and Facilities Diagram):

Production facilities will be installed on the disturbed portion of the well pad and may include bermed components (typically excluding dehy's and/or separators) that contain fluids (i.e. production tanks, produced liquids tanks). The berms will be constructed of compacted subsoil or corrugated metal, impervious, designed to hold 110% of the capacity of the largest tank, and be independent of the back cut. All permanent (on-site six months or longer) above ground structures constructed or installed, including pumping units, will be painted a flat, non-reflective, earth-tone color chosen at the onsite in coordination with SITLA.

Production tanks will be constructed, maintained, and operated to prevent unauthorized surface or subsurface discharges of liquids and to prevent livestock or wildlife entry. The tanks are not to be used for disposal of liquids from additional sources without prior approval of UDOGGM.

**Gathering facilities:**

The following pipeline transmission facilities will apply if the well is productive (see Topo D):

The total gas gathering (steel line pipe with fusion bond epoxy coating) pipeline distances from the meter to the tie in point is  $\pm 1,235'$  and the individual segments are broken up as follows:

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- $\pm 475'$  (0.09 miles) –New 6" buried gas pipeline from the meter to the edge of the pad. Please refer to Topo D2.
- $\pm 185'$  (0.04 miles) –New 6" buried gas pipeline from the edge of pad to the road intersection and tie-in to the proposed 16" gas pipeline. Please refer to Topo D.
- $\pm 575'$  (0.1 miles) –New 16" buried gas pipeline from the 6" tie at the road intersection to the proposed tie-in at the 36D intersection. Please refer to Topo D.

The total liquid gathering pipeline distance from the separator to the tie in point is  $\pm 1,235'$  and the individual segments are broken up as follows:

- $\pm 475'$  (0.09 miles) –New 6" buried liquid pipeline from the separator to the edge of the pad. Please refer to Topo D2.
- $\pm 185'$  (0.04 miles) –New 6" buried liquid pipeline from the edge of pad to the road intersection and tie-in to the proposed 6" liquid pipeline. Please refer to Topo D.
- $\pm 575'$  (0.1 miles) –New 6" buried liquid pipeline from the 6" tie-in at the road intersection to the proposed tie-in at the 36D intersection. Please refer to Topo D.

The liquid gathering lines will be made of polyethylene or a composite polyethylene/steel or polyethylene/fiberglass that is not subject to internal or external pipe corrosion. The content of the produced fluids to be transferred by the liquid gathering system will be approximately 92% produced water and 8% condensate. Trunk line valve connections for the water gathering system will be below ground but accessible from the surface in order to prevent freezing during winter time.

The proposed pipelines will be buried and will include gas gathering and liquid gathering pipelines in the same trench. Where the pipeline is adjacent to the road or well pad, the road and/or well pad will be utilized for construction activities and staging. KMG requests a permanent 30' right-of-way adjacent to the road for life-of-project for maintenance, repairs, and/or upgrades, no additional right-of-way will be needed beyond the 30'. Where the pipeline is not adjacent to the road or well pad, KMG requests a temporary 45' construction right-of-way and 30' permanent right-of-way.

The proposed trench width for the pipeline would range from 18-48 inches and will be excavated to a depth of 48 to 60 inches of normal soil cover or 24 inches of cover in consolidated rock. During construction blasting may occur along the proposed right-of-way where trenching equipment cannot cut into the bedrock. Large debris and rocks removed from the earth during trenching and blasting that could not be returned to the trench would be distributed evenly and naturally in the project area. The proposed pipelines will be pressure tested pneumatically (depending on size) or with fluids (either fresh or produced). If fluids are used, there will be no discharge to the surface.

Pipeline signs will be installed along the right-of-way to indicate the pipeline proximity and ownership, as well as to provide emergency contact phone numbers. Above ground valves, T's, and/or cathodic protection will be installed at various locations for connection, corrosion prevention and/or for safety purposes.

**D. Location and Type of Water Supply:**

Water for drilling purposes will be obtained from one of the following sources:

- Dalbo Inc.'s underground well located in Ouray, Utah, Sec. 32 T4S R3E, Water User Claim number 43-8496, application number 53617.
- Price Water Pumping Inc. Green River and White River, various sources, Water Right Number 49-1659, application number: a35745.

Water will be hauled to location over the roads marked on Maps A and B.

No water well is to be drilled on this lease.

**E. Source of Construction Materials:**

Construction operations will typically be completed with native materials found on location. If needed, construction materials that must be imported to the site (mineral material aggregate, soils or materials suitable for fill/surfacing) will be obtained from a nearby permitted source and described in subsequent Sundry requests. No construction materials will be removed from State lands without prior approval from SITLA.

**F. Methods of Handling Waste Materials:**

Construction operations will typically be completed with native materials found on location. If needed, construction materials that must be imported to the site (mineral material aggregate, soils or materials suitable for fill/surfacing) will be obtained from a nearby permitted source and described in subsequent Sundry requests. No construction materials will be removed from State lands without prior approval from SITLA.

**F. Methods of Handling Waste Materials:**

Should the well be productive, produced water will be contained in a water tank and will be transported by pipeline and/or truck to an approved disposal sites facilities and/or Salt Water Disposal (SWD) injection well. Currently, those facilities are:

RNI in Sec. 5 T9S R22E  
Ace Oilfield in Sec. 2 T6S R20E  
MC&MC in Sec. 12 T6S R19E  
Pipeline Facility in Sec. 36 T9S R20E  
Goat Pasture Evaporation Pond in SW/4 Sec. 16 T10S R22E  
Bonanza Evaporation Pond in Sec. 2 T10S R23E  
Ouray #1 SWD in Sec. 1 T9S R21E  
NBU 159 SWD in Sec. 35 T9S R21E  
CIGE 112D SWD in Sec. 19 T9S R21E  
CIGE 114 SWD in Sec. 34 T9S R21E

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NBU 921-34K SWD in Sec. 34 T9S R21E  
NBU 921-33F SWD in Sec. 33 T9S R21E  
NBU 921-34L SWD in Sec. 34 T9S R21E

Drill cuttings and/or fluids will be contained in the reserve/frac pit. Cuttings will be buried in pit(s) upon closure. Unless otherwise approved, no oil or other oil-based drilling additives, chromium/metals-based, or saline muds will be used during drilling. Only fresh water (as specified above), biodegradable polymer soap, bentonite clay, and/or non-toxic additives will be used in the mud system.

Pits will be constructed to minimize the accumulation of surface runoff. Should fluid hydrocarbons be encountered during drilling, completions or well testing, product will either be contained in test tanks on the well site or evacuated by vacuum trucks and transported to an approved disposal/sales facility. Should petroleum hydrocarbons unexpectedly be released into a pit, they will be removed as soon as practical but in no case will they remain longer than 72 hours unless an alternate is approved by SITLA. Should timely removal prove infeasible, the pit will be netted with mesh no larger than 1 inch until such time as hydrocarbons can be removed. Hydrocarbon removal will also take place prior to the closure of the pit, unless authorization is provided for disposal via alternative pit closure methods (e.g. solidification).

The reserve and/or fracture stimulation pit will be lined with a synthetic material 20-mil or thicker. The liner will be installed over smooth fill subgrade that is free of pockets, loose rocks, or other materials (i.e. sand, sifted dirt, bentonite, straw, etc.) that could damage the liner. Any additional pits necessary for subsequent operations, such as temporary flare or workover pits, will be contained within the originally approved well pad and disturbance boundaries. Such temporary pits will be backfilled and reclaimed within 180 days of completion of work at a well location.

For the protection of livestock and wildlife, all open pits and cellars will be fenced/covered to prevent wildlife or livestock entry. Total height of pit fencing will be at least 42 inches and corner posts will be cemented and/or braced in such a manner as to keep the fence tight at all times. Standard steel, wood, or pipe posts shall be used between the corner braces. Maximum distance between any 2 fence posts shall be no greater than 16 feet.

Pits containing drilling cuttings, mud, and/or completions fluids will be allowed to dry. Any free fluids remaining after six (6) months from reaching total depth, date of completion, and/or determination of inactivity will be removed (as weather conditions allow) to an approved site and the pit reclaimed. Additional drying methods may include fly-ash solidification or sprinkler evaporation. Installation and operation of any sprinklers, pumps, and equipment will ensure that water spray or mist does not drift. Reserve pit liners will be cut off or folded as near to the mud surface as possible and as safety considerations allow and buried on location.

No garbage or non-exempt substances as defined by Resource Conservation and Recovery Act (RCRA) subtitle C will be placed in the reserve pit. All refuse generated during construction, drilling, completion, and

well testing activities will be contained in an enclosed receptacle, removed from the drill locations promptly, and transported to an approved disposal facility.

Portable, self-contained chemical toilets and/or sewage processing facilities will be provided for human waste disposal. Upon completion of operations, or as required, the toilet holding tanks will be pumped and the contents disposed of in an approved sewage disposal facility. All applicable regulations pertaining to disposal of human and solid waste will be observed.

Any undesirable event, including accidental release of fluids, or release in excess of reportable quantities, will be managed according to the notification requirements of UDOGMs “Reporting Oil and Gas Undesirable Events” rule. Where State wells are participatory to a Federal agreement, according to NTL-3A, the appropriate Federal agencies will be notified.

### **Materials Management**

Hazardous materials above reportable quantities will not be produced by drilling or completing proposed wells or constructing the pipelines/facilities. The term “hazardous materials” as used here means: (1) any substance, pollutant, or containment listed as hazardous under the Comprehensive Environmental Response, Compensation, and Liability Act (CERCLA) of 1980, as amended 42 U.S.C. 9601 et seq., and the regulations issued under CERCLA; and (2) any hazardous waste as defined in RCRA of 1976, as amended. In addition, no extremely hazardous substance, as defined in 40 CFR 355, in threshold planning quantities, would be used, produced, stored, transported, or disposed of while producing any well.

Chemicals subject to reporting under Title III of the Superfund Amendments and Reauthorization Act (SARA) in quantities of 10,000 pounds or more may be produced and/or stored at production facilities and may be kept in limited quantities on drilling sites and well locations for short periods of time during drilling or completion activities.

### **G. Ancillary Facilities:**

None are anticipated.

### **H. Well Site Layout (see Well Pad Design Summary):**

The location, orientation and aerial extent of each drill pad, reserve/completion/flare pit, access road ingress/egress points, drilling rig, dikes/ditches, existing wells/infrastructure, proposed cuts and fills, and topsoil and spoil material stockpile locations are depicted on the exhibits for each project where applicable. Site-specific conditions may require slight deviation in actual equipment and facility layout; however, the area of disturbance, as described in the survey, will not be exceeded.

Coordinates are provided in the National Spatial Reference System, North American Datum, 1927 (NAD27) or latest edition. Distances are depicted on each plat to the nearest two adjacent section lines.

**I. Plans for Reclamation of the Surface:**

Surface reclamation will be undertaken in two phases: interim and final. Interim reclamation is conducted following well completion and extends through the period of production. This reclamation is for the area of the well pad that is not required for production activities. Final reclamation is conducted following well plugging/conversion and/or facility abandonment processes.

Reclamation activities in both phases may include but are not limited to: re-contouring or re-configuration of topographic surfaces, restoration of drainage systems, segregation of spoils materials, minimizing surface disturbance, re-evaluating backfill requirements, pit closure, topsoil redistribution, soil treatments, seeding and weed control.

**Interim Reclamation**

Interim reclamation includes pit closure, re-contouring (where possible), soil bed preparation, topsoil placement, seeding, and/or weed control.

Interim re-contouring involves bringing all construction material from cuts and fills back onto the well pad and site and reestablishing the natural contours where desirable and practical. Fill and stockpiled spoils no longer necessary to the operation will be spread on the cut slopes and covered with stockpiled topsoil. All stockpiled top soils will be used for interim reclamation where practical to maintain soil viability. Where possible, the land surface will be left “rough” after re-contouring to ensure that the maximum surface area will be available to support the reestablishment of vegetative cover.

A reserve pit, upon being allowed to dry, will be backfilled and compacted with cover materials that are void of any topsoil, vegetation, large stones, rocks or foreign objects. Soils that are moisture laden, saturated, or partially/completely frozen will not be used for backfill or cover. The pit area will be mounded to allow for settling and to promote positive surface drainage away from the pit.

**Final Reclamation**

Final reclamation will be performed for newly drilled unproductive wells and/or at the end of the life of a productive well. As soon as practical after the conclusion of drilling and testing operations, unproductive drill holes will be plugged and abandoned (P&A). Site and road reclamation will commence following plugging. In no case will reclamation at non-producing locations be initiated later than six (6) months from the date a well is plugged. A joint inspection of the disturbed area to be reclaimed may be requested by KMG. The primary purpose of this inspection will be to review the existing conditions, or agree upon a revised final reclamation and abandonment plan. A Notice of Intent to Abandon will be filed for final recommendations regarding surface reclamation.

After plugging, all wellhead equipment that is no longer needed will be removed, and the well site will be

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reclaimed. Final contouring will blend with and follow as closely as practical the natural terrain and contours of the original site and surrounding areas. After re-contouring, final grading will be conducted over the entire surface of the well site and access road. Where practical, the area will be ripped to a depth of 18 to 24 inches on 18 to 24-inch centers and surface materials will be pitted with small depressions to form longitudinal depressions 12 to 18 inches deep perpendicular to the natural flow of water.

All unnecessary surface equipment and structures (e.g. cattle guards) and water control structures (e.g. culverts, drainage pipes) not needed to facilitate successful reclamation will be removed during final reclamation. Roads that will be reclaimed will be ripped to a depth of 18 inches where practical, re-contoured to approximate the original contour of the ground and seeded.

Upon successfully completing reclamation of a P&A location, a Final Abandonment Notice will be submitted to UDOGM.

**Seeding and Measures Common to Interim and Final Reclamation**

Reclaimed areas may be fenced to exclude grazing and encourage re-vegetation.

On slopes where severe erosion can become a problem and the use of machinery is not practical, seed will be hand broadcast and raked with twice the specified amount of seed. The slope will be stabilized using materials specifically designed to prevent erosion on steep slopes and hold seed in place so vegetation can become permanently established. These materials will include, but are not limited to, erosion control blankets and bonded fiber matrix at a rate to achieve a minimum of 80 percent soil coverage.

Seeding will occur year-round as conditions allow. Seed mixes appropriate to the native plant community as determined and specified for each project location based on the site specific soils will be used for re-vegetation. The site specific seed mix will be provided by SITLA.

**J. Surface/Mineral Ownership:**

SITLA  
675 East 500 South, Suite 500  
Salt Lake City, UT 84102

**K. Other Information:**

None

**NBU 922-36E1CS / 36E4BS/  
36E4CS/ 36L1BS**

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**M. Lessee's or Operators' Representative & Certification:**

Gina T. Becker  
Regulatory Analyst II  
Kerr-McGee Oil & Gas Onshore LP  
PO Box 173779  
Denver, CO 80217-3779  
(720) 929-6086

Tommy Thompson  
General Manager, Drilling  
Kerr-McGee Oil & Gas Onshore LP  
PO Box 173779  
Denver, CO 80217-3779  
(720) 929-6724

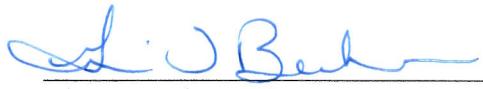
Certification: All lease and/or unit operations will be conducted in such a manner that full compliance is made with all applicable laws, regulations, Onshore Oil and Gas Orders, the approved Plan of Operations, and any applicable Notice to Lessees.

The Operator will be fully responsible for the actions of its subcontractors. A complete copy of the approved "Application for Permit to Drill" will be furnished to the field representative(s) to ensure compliance and shall be on location during all construction and drilling operations.

Kerr-McGee Oil & Gas Onshore LP is considered to be the operator of the subject well. Kerr-McGee Oil & Gas Onshore LP agrees to be responsible under terms and conditions of the lease for the operations conducted upon leased lands.

Bond coverage for State lease activities is provided by State Surety Bond 22013542, and for applicable Federal lease activities and pursuant to 43 CFR 3104, by Bureau of Land Management Nationwide Bond WYB000291.

I hereby certify that I, or persons under my supervision, have inspected the proposed drill site and access route, that I am familiar with the conditions that currently exist; that I have full knowledge of the State and Federal laws applicable to this operation; that the statements made in this plan are, to the best of my knowledge, true and correct; and the work associated with the operations proposed herein will be performed in conformity with this APD package and the terms and conditions under which it is approved. I also certify that I, or the company I represent, am responsible for operations conducted under this application. These statements are subject to the provisions of 18 U.S.C. 1001 for the filing of false statements.

  
\_\_\_\_\_  
Gina T. Becker

May 12, 2011  
\_\_\_\_\_  
Date



JOE JOHNSON  
LANDMAN

KERR-MCGEE ONSHORE OIL & GAS, L.P.  
1099 18TH STREET, SUITE 1800  
DENVER, CO 80202  
720-929-6708 • FAX 720-929-7708  
E-MAIL: JOE.JOHNSON@ANADARKO.COM

April 13, 2011

Ms. Diana Mason  
Division of Oil, Gas and Mining  
P.O. Box 145801  
Salt Lake City, UT 84114-6100

Re: Directional Drilling R649-3-11  
NBU 922-36E1CS  
T9S-R22E  
Section 36: SWNW/SWNW  
Surface: 1682' FNL, 739' FWL  
Bottom Hole: 1903' FNL, 824' FWL  
Uintah County, Utah

Dear Ms. Mason:

Pursuant to the filing of Kerr-McGee Oil & Gas Onshore LP's (Kerr-McGee) Application for Permit to Drill regarding the above referenced well, we are hereby submitting this letter in accordance with Oil & Gas Conservation Rule R649-3-11 pertaining to the Exception to Location and Siting of Wells.

- Kerr-McGee's NBU 922-36E1CS is located within the Natural Buttes Unit area.
- Kerr-McGee is permitting this well as a directional well in order to minimize surface disturbance. Locating the well at the surface location and directionally drilling from this location, Kerr-McGee will be able to utilize the existing road and pipelines in the area.
- Furthermore, Kerr-McGee certifies that it is the sole working interest owner within 460 feet of the entire directional well bore.

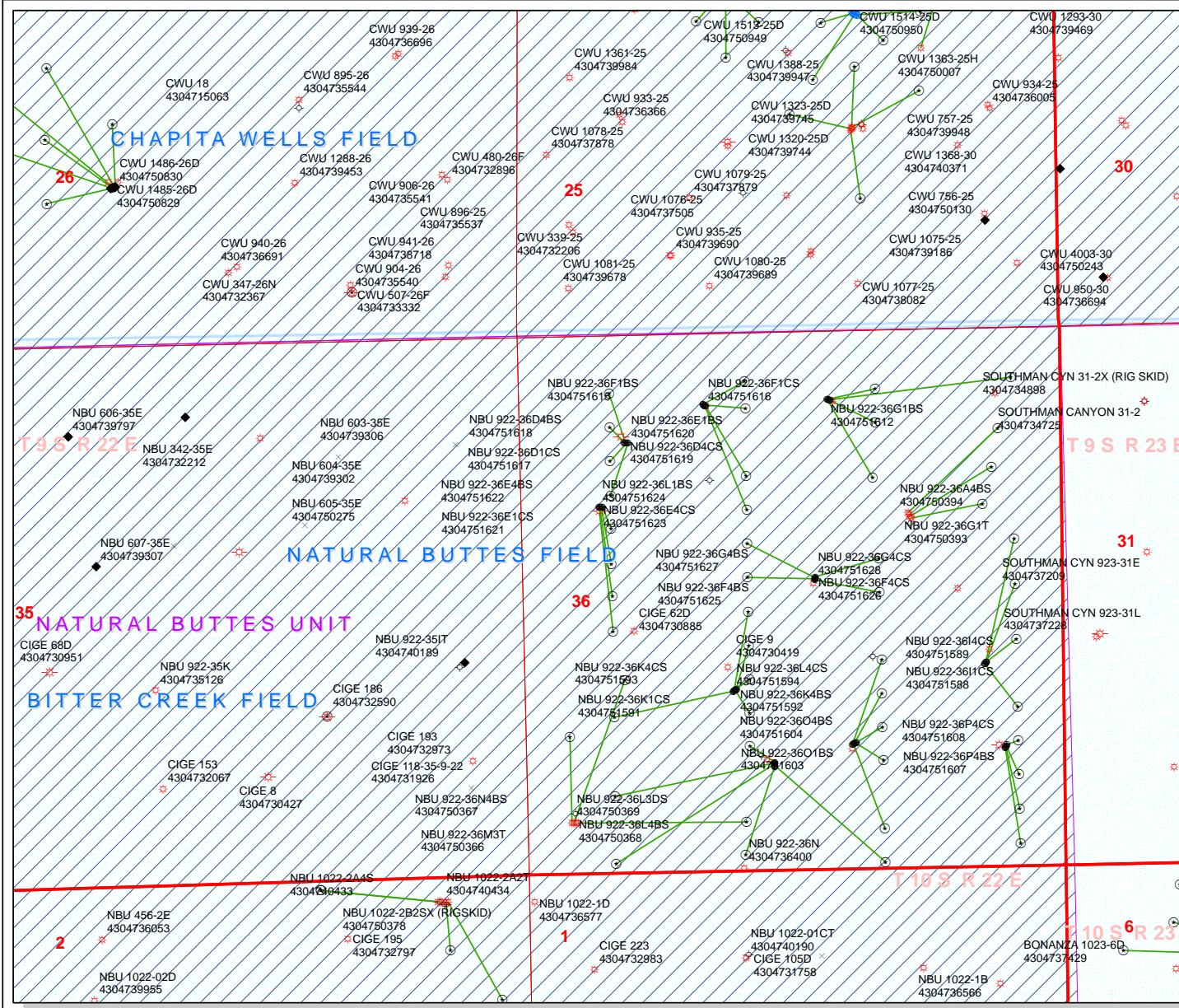
Therefore, based on the above stated information Kerr-McGee Oil & Gas Onshore LP requests the permit be granted pursuant to R649-3-11.

Sincerely,

KERR-MCGEE OIL & GAS ONSHORE LP

A handwritten signature in blue ink that appears to read "Joseph D. Johnson".

Joseph D. Johnson  
Landman



**API Number: 4304751621**  
**Well Name: NBU 922-36E1CS**  
**Township T0.9 . Range R2.2 . Section 36**  
**Meridian: SLBM**  
**Operator: KERR-MCGEE OIL & GAS ONSHORE, L.P.**

Map Prepared:  
 Map Produced by Diana Mason

Units	Wells Query	Status
ACTION	APD - Approved Permit	◆
EXPLORATORY	DRL - Spud (Drilling Commenced)	○
GAS STORAGE	GIW - Gas Injection	✖
NP OIL	GS - Gas Storage	●
NF SECONDARY	LA - Location Abandoned	✗
POL	LOC - New Location	⊕
PG GAS	OPS - Operation Suspended	△
PG GEOTHERMAL	PA - Plugged Abandoned	◇
PGW	PGW - Producing Gas Well	✖
POW	POW - Producing Oil Well	●
SECONDARY	RET - Returned APD	◎
TERMINATED	SGW - Shunin Gas Well	✖
Fields	SOV - Shunin Oil Well	●
STATUS	TA - Temp. Abandoned	○
ABANDONED	TW - Test Well	○
ACTIVE	WDW - Water Disposal	✖
COMBINED	WW - Water Injection Well	✖
INACTIVE	WSW - Water Supply Well	●
STORAGE		
TERMINATED		
Sections		
Township		



# United States Department of the Interior

## BUREAU OF LAND MANAGEMENT

Utah State Office  
P.O. Box 45155  
Salt Lake City, Utah 84145-0155

IN REPLY REFER TO:  
3160  
(UT-922)

May 20, 2011

Memorandum

To: Assistant District Manager Minerals, Vernal District  
From: Michael Coulthard, Petroleum Engineer  
Subject: 2011 Plan of Development Natural Buttes Unit  
Uintah County, Utah.

Pursuant to email between Diana Whitney, Division of Oil, Gas and Mining, and Mickey Coulthard, Utah State Office, Bureau of Land Management, the following wells are planned for calendar year 2011 within the Natural Buttes Unit, Uintah County, Utah.

API #	WELL NAME	LOCATION
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(Proposed PZ WASATCH-MESA VERDE)

**NBU 922-36I PAD**

43-047-51586 NBU 922-36H4BS Sec 36 T09S R22E 2006 FSL 0799 FEL  
BHL Sec 36 T09S R22E 2071 FNL 0494 FEL

43-047-51587 NBU 922-36H4CS Sec 36 T09S R22E 2014 FSL 0792 FEL  
BHL Sec 36 T09S R22E 2508 FNL 0495 FEL

43-047-51588 NBU 922-36I1CS Sec 36 T09S R22E 2021 FSL 0785 FEL  
BHL Sec 36 T09S R22E 2237 FSL 0494 FEL

43-047-51589 NBU 922-36I4CS Sec 36 T09S R22E 1999 FSL 0805 FEL  
BHL Sec 36 T09S R22E 1574 FSL 0493 FEL

**NBU 922-36K PAD**

43-047-51590 NBU 922-36K1BS Sec 36 T09S R22E 1798 FSL 1998 FWL  
BHL Sec 36 T09S R22E 2567 FSL 2148 FWL

43-047-51591 NBU 922-36K1CS Sec 36 T09S R22E 1809 FSL 2015 FWL  
BHL Sec 36 T09S R22E 2236 FSL 2147 FWL

43-047-51592 NBU 922-36K4BS Sec 36 T09S R22E 1815 FSL 2023 FWL  
BHL Sec 36 T09S R22E 1904 FSL 2147 FWL

43-047-51593 NBU 922-36K4CS Sec 36 T09S R22E 1804 FSL 2006 FWL  
BHL Sec 36 T09S R22E 1573 FSL 2146 FWL

43-047-51594 NBU 922-36L4CS Sec 36 T09S R22E 1793 FSL 1990 FWL  
BHL Sec 36 T09S R22E 1565 FSL 0821 FWL

API #	WELL NAME	LOCATION
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(Proposed PZ WASATCH-MESA VERDE

**NBU 922-36N PAD**

43-047-51595 NBU 922-36M1CS	Sec 36 T09S R22E 1078 FSL 2379 FWL
BHL Sec 36 T09S R22E 0792 FSL 0816 FWL	
43-047-51596 NBU 922-36M4CS	Sec 36 T09S R22E 1068 FSL 2379 FWL
BHL Sec 36 T09S R22E 0132 FSL 0819 FWL	
43-047-51597 NBU 922-36N1BS	Sec 36 T09S R22E 1088 FSL 2379 FWL
BHL Sec 36 T09S R22E 1253 FSL 2140 FWL	
43-047-51598 NBU 922-36N4CS	Sec 36 T09S R22E 1048 FSL 2379 FWL
BHL Sec 36 T09S R22E 0190 FSL 2081 FWL	
43-047-51599 NBU 922-36O4CS	Sec 36 T09S R22E 1058 FSL 2379 FWL
BHL Sec 36 T09S R22E 0085 FSL 1814 FEL	

**NBU 922-36O PAD**

43-047-51600 NBU 922-36J1CS	Sec 36 T09S R22E 1247 FSL 2113 FEL
BHL Sec 36 T09S R22E 2071 FSL 1809 FEL	
43-047-51601 NBU 922-36J4BS	Sec 36 T09S R22E 1254 FSL 2094 FEL
BHL Sec 36 T09S R22E 1740 FSL 1816 FEL	
43-047-51602 NBU 922-36J4CS	Sec 36 T09S R22E 1261 FSL 2075 FEL
BHL Sec 36 T09S R22E 1409 FSL 1816 FEL	
43-047-51603 NBU 922-36O1BS	Sec 36 T09S R22E 1257 FSL 2085 FEL
BHL Sec 36 T09S R22E 1078 FSL 1815 FEL	
43-047-51604 NBU 922-36O4BS	Sec 36 T09S R22E 1250 FSL 2103 FEL
BHL Sec 36 T09S R22E 0415 FSL 1814 FEL	

**NBU 922-36P PAD**

43-047-51605 NBU 922-36P1BS	Sec 36 T09S R22E 1207 FSL 0606 FEL
BHL Sec 36 T09S R22E 1243 FSL 0493 FEL	
43-047-51606 NBU 922-36P1CS	Sec 36 T09S R22E 1198 FSL 0611 FEL
BHL Sec 36 T09S R22E 0911 FSL 0493 FEL	
43-047-51607 NBU 922-36P4BS	Sec 36 T09S R22E 1189 FSL 0616 FEL
BHL Sec 36 T09S R22E 0580 FSL 0493 FEL	
43-047-51608 NBU 922-36P4CS	Sec 36 T09S R22E 1181 FSL 0621 FEL
BHL Sec 36 T09S R22E 0243 FSL 0492 FEL	

**NBU 922-36B PAD**

43-047-51609 NBU 922-36A1CS	Sec 36 T09S R22E 0678 FNL 2273 FEL
BHL Sec 36 T09S R22E 0485 FNL 0494 FEL	
43-047-51610 NBU 922-36B1CS	Sec 36 T09S R22E 0674 FNL 2282 FEL
BHL Sec 36 T09S R22E 0579 FNL 1821 FEL	
43-047-51611 NBU 922-36B4BS	Sec 36 T09S R22E 0682 FNL 2264 FEL
BHL Sec 36 T09S R22E 0905 FNL 1828 FEL	

API #	WELL NAME	LOCATION
(Proposed PZ WASATCH-MESA VERDE		
43-047-51612	NBU 922-36G1BS	Sec 36 T09S R22E 0671 FNL 2291 FEL BHL Sec 36 T09S R22E 1439 FNL 1861 FEL
<b>NBU 922-36C PAD</b>		
43-047-51613	NBU 922-36C1CS	Sec 36 T09S R22E 0700 FNL 1741 FWL BHL Sec 36 T09S R22E 0485 FNL 2152 FWL
43-047-51614	NBU 922-36C4BS	Sec 36 T09S R22E 0706 FNL 1749 FWL BHL Sec 36 T09S R22E 0746 FNL 2153 FWL
43-047-51615	NBU 922-36F1BS	Sec 36 T09S R22E 0718 FNL 1765 FWL BHL Sec 36 T09S R22E 1407 FNL 2151 FWL
43-047-51616	NBU 922-36F1CS	Sec 36 T09S R22E 0712 FNL 1757 FWL BHL Sec 36 T09S R22E 1738 FNL 2150 FWL
<b>NBU 922-36D PAD</b>		
43-047-51617	NBU 922-36D1CS	Sec 36 T09S R22E 1062 FNL 0981 FWL BHL Sec 36 T09S R22E 0579 FNL 0825 FWL
43-047-51618	NBU 922-36D4BS	Sec 36 T09S R22E 1060 FNL 0971 FWL BHL Sec 36 T09S R22E 0910 FNL 0825 FWL
43-047-51619	NBU 922-36D4CS	Sec 36 T09S R22E 1064 FNL 0990 FWL BHL Sec 36 T09S R22E 1241 FNL 0825 FWL
43-047-51620	NBU 922-36E1BS	Sec 36 T09S R22E 1067 FNL 1000 FWL BHL Sec 36 T09S R22E 1572 FNL 0825 FWL
<b>NBU 922-36E PAD</b>		
43-047-51621	NBU 922-36E1CS	Sec 36 T09S R22E 1682 FNL 0739 FWL BHL Sec 36 T09S R22E 1903 FNL 0824 FWL
43-047-51622	NBU 922-36E4BS	Sec 36 T09S R22E 1684 FNL 0729 FWL BHL Sec 36 T09S R22E 2245 FNL 0818 FWL
43-047-51623	NBU 922-36E4CS	Sec 36 T09S R22E 1686 FNL 0719 FWL BHL Sec 36 T09S R22E 2565 FNL 0824 FWL
43-047-51624	NBU 922-36L1BS	Sec 36 T09S R22E 1688 FNL 0709 FWL BHL Sec 36 T09S R22E 2401 FSL 0824 FWL
<b>NBU 922-36G3 PAD</b>		
43-047-51625	NBU 922-36F4BS	Sec 36 T09S R22E 2414 FNL 2443 FEL BHL Sec 36 T09S R22E 2070 FNL 2149 FWL
43-047-51626	NBU 922-36F4CS	Sec 36 T09S R22E 2424 FNL 2445 FEL BHL Sec 36 T09S R22E 2401 FNL 2149 FWL
43-047-51627	NBU 922-36G4BS	Sec 36 T09S R22E 2405 FNL 2441 FEL BHL Sec 36 T09S R22E 2235 FNL 1818 FEL
43-047-51628	NBU 922-36G4CS	Sec 36 T09S R22E 2434 FNL 2447 FEL BHL Sec 36 T09S R22E 2566 FNL 1818 FEL

This office has no objection to permitting the wells at this time.

**Michael L. Coulthard**

Digitally signed by Michael L. Coulthard  
DN: cn=Michael L. Coulthard, o=Bureau of Land  
Management, ou=Branch of Minerals,  
email=Michael\_Coulthard@blm.gov, c=US  
Date: 2011.05.23 07:16:05 -06'00'

bcc: File - Natural Buttes Unit  
**Division of Oil Gas and Mining**  
Central Files  
Agr. Sec. Chron  
Fluid Chron

MCoulthard:mc:5-20-11

**From:** Jim Davis  
**To:** Bonner, Ed; Garrison, LaVonne; Hill, Brad; Mason, Diana  
**CC:** Gina Becker; Lytle, Andy  
**Date:** 6/8/2011 3:00 PM  
**Subject:** Kerr McGee APD approvals.

The following APDs have been approved by SITLA including arch and paleo clearance.

4304751586 NBU 922-36H4BS  
4304751587 NBU 922-36H4CS  
4304751588 NBU 922-36I1CS  
4304751589 NBU 922-36I4CS  
4304751590 NBU 922-36K1BS  
4304751591 NBU 922-36K1CS  
4304751592 NBU 922-36K4BS  
4304751593 NBU 922-36K4CS  
4304751594 NBU 922-36L4CS  
4304751595 NBU 922-36M1CS  
4304751596 NBU 922-36M4CS  
4304751597 NBU 922-36N1BS  
4304751598 NBU 922-36N4CS  
4304751599 NBU 922-36O4CS  
4304751600 NBU 922-36J1CS  
4304751601 NBU 922-36J4BS  
4304751602 NBU 922-36J4CS  
4304751603 NBU 922-36O1BS  
4304751604 NBU 922-36O4BS  
4304751605 NBU 922-36P1BS  
4304751606 NBU 922-36P1CS  
4304751607 NBU 922-36P4BS  
4304751608 NBU 922-36P4CS  
4304751613 NBU 922-36C1CS  
4304751614 NBU 922-36C4BS  
4304751615 NBU 922-36F1BS  
4304751616 NBU 922-36F1CS  
4304751617 NBU 922-36D1CS  
4304751618 NBU 922-36D4BS  
4304751619 NBU 922-36D4CS  
4304751620 NBU 922-36E1BS  
4304751621 NBU 922-36E1CS  
4304751622 NBU 922-36E4BS  
4304751623 NBU 922-36E4CS  
4304751624 NBU 922-36L1BS  
4304751625 NBU 922-36F4BS  
4304751626 NBU 922-36F4CS  
4304751627 NBU 922-36G4BS  
4304751628 NBU 922-36G4CS

Full paleo monitoring is a required condition for the approval of these APDs- as recommended in the paleo report.

4304751609 NBU 922-36A1CS  
4304751610 NBU 922-36B1CS  
4304751611 NBU 922-36B4BS  
4304751612 NBU 922-36G1BS

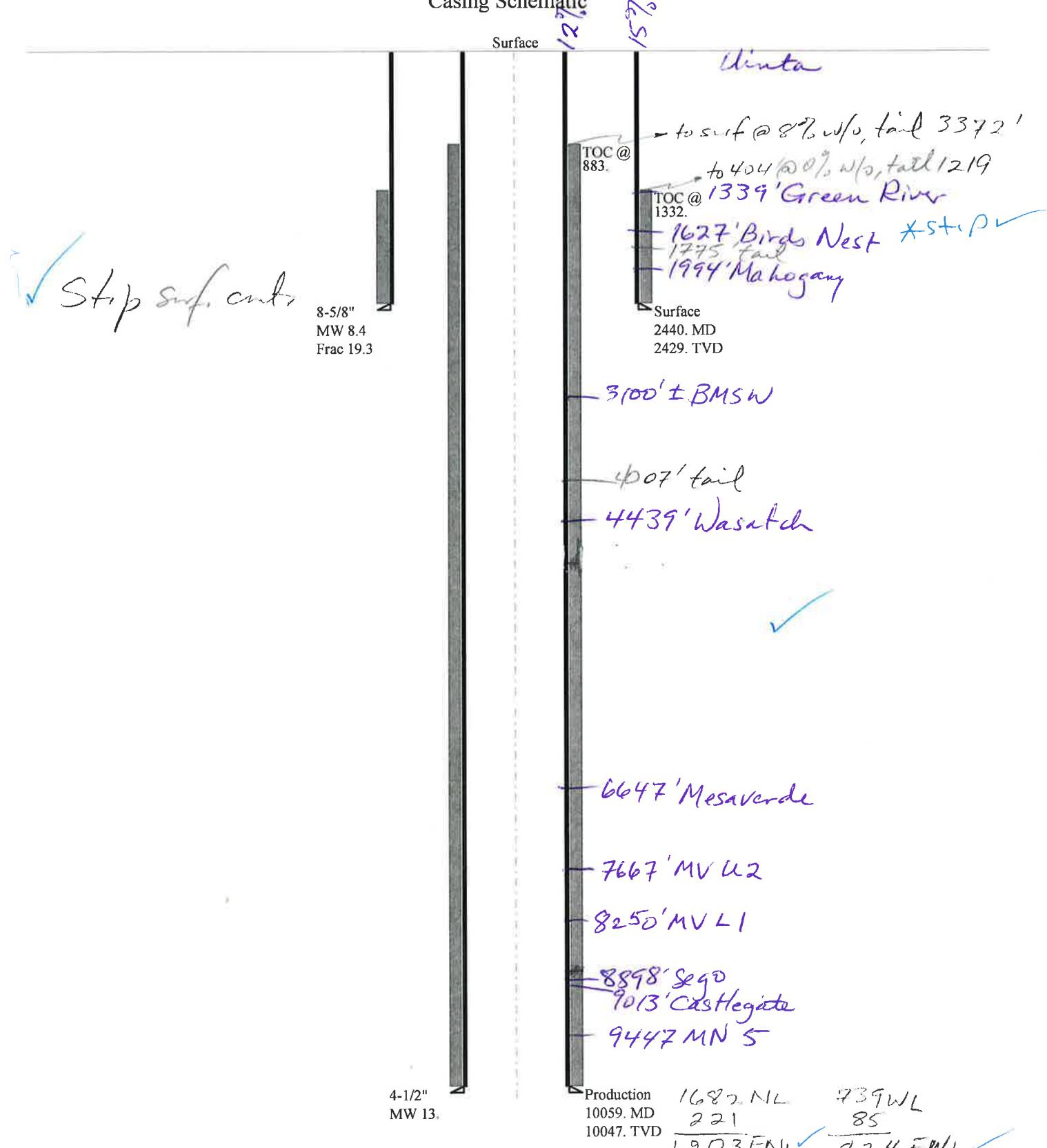
Thanks.

-Jim

Jim Davis  
Utah Trust Lands Administration  
[jimdavis1@utah.gov](mailto:jimdavis1@utah.gov)  
Phone: (801) 538-5156

## 43047516210000 NBU 922-36E1CS

Casing Schematic



SW NW Sec 36 - 75 - 22 E

Well name:	<b>43047516210000 NBU 922-36E1CS</b>		
Operator:	<b>KERR-MCGEE OIL &amp; GAS ONSHORE, L.P.</b>		
String type:	Surface		Project ID: 43-047-51621
Location:	UINTAH COUNTY		

<b>Design parameters:</b>		<b>Minimum design factors:</b>		<b>Environment:</b>	
<b><u>Collapse</u></b>		<b><u>Collapse:</u></b>		H2S considered?	No
Mud weight:	8.400 ppg	Design factor	1.125	Surface temperature:	74 °F
Design is based on evacuated pipe.				Bottom hole temperature:	108 °F
				Temperature gradient:	1.40 °F/100ft
				Minimum section length:	100 ft
<b><u>Burst</u></b>		<b><u>Burst:</u></b>		Cement top:	1,332 ft
Max anticipated surface pressure:	2,147 psi	Design factor	1.00		
Internal gradient:	0.120 psi/ft				
Calculated BHP	2,439 psi				
No backup mud specified.		<b><u>Tension:</u></b>		<b>Directional Info - Build &amp; Drop</b>	
		8 Round STC:	1.80 (J)	Kick-off point	300 ft
		8 Round LTC:	1.70 (J)	Departure at shoe:	216 ft
		Buttress:	1.60 (J)	Maximum dogleg:	2 °/100ft
		Premium:	1.50 (J)	Inclination at shoe:	6.25 °
		Body yield:	1.50 (B)	<b>Re subsequent strings:</b>	
				Next setting depth:	10,059 ft
		Tension is based on air weight.		Next mud weight:	13.000 ppg
		Neutral point:	2,137 ft	Next setting BHP:	6,793 psi
				Fracture mud wt:	19.250 ppg
				Fracture depth:	2,440 ft
				Injection pressure:	2,440 psi

Run Seq	Segment Length (ft)	Size (in)	Nominal Weight (lbs/ft)	Grade	End Finish	True Vert Depth (ft)	Measured Depth (ft)	Drift Diameter (in)	Est. Cost (\$)
1	2440	8.625	28.00	I-55	LT&C	2429	2440	7.892	96624
Run Seq	Collapse Load (psi)	Collapse Strength (psi)	Collapse Design Factor	Burst Load (psi)	Burst Strength (psi)	Burst Design Factor	Tension Load (kips)	Tension Strength (kips)	Tension Design Factor
1	1060	1880	1.774	2439	3390	1.39	68	348	5.12 J

Prepared Helen Sadik-Macdonald  
by: Div of Oil,Gas & Mining

Phone: 801 538-5357  
FAX: 801-359-3940

Date: July 20,2011  
Salt Lake City, Utah

**Remarks:**

Collapse is based on a vertical depth of 2429 ft, a mud weight of 8.4 ppg. The casing is considered to be evacuated for collapse purposes. Collapse strength is based on the Westcott, Dunlop & Kemler method of biaxial correction for tension.

Burst strength is not adjusted for tension.

Collapse strength is (biaxially) derated for doglegs in directional wells by multiplying the tensile stress by the cross section area to calculate a

Well name:	<b>43047516210000 NBU 922-36E1CS</b>		
Operator:	<b>KERR-MCGEE OIL &amp; GAS ONSHORE, L.P.</b>		
String type:	Production		Project ID: 43-047-51621
Location:	UINTAH COUNTY		

<b>Design parameters:</b>		<b>Minimum design factors:</b>		<b>Environment:</b>	
<b>Collapse</b>		<b>Collapse:</b>		H2S considered?	No
Mud weight:	13.000 ppg	Design factor	1.125	Surface temperature:	74 °F
Design is based on evacuated pipe.				Bottom hole temperature:	215 °F
		<b>Burst:</b>		Temperature gradient:	1.40 °F/100ft
		Design factor	1.00	Minimum section length:	100 ft
<b>Burst</b>				Cement top:	883 ft
Max anticipated surface pressure:	4,575 psi				
Internal gradient:	0.220 psi/ft	<b>Tension:</b>		<b>Directional Info - Build &amp; Drop</b>	
Calculated BHP	6,785 psi	8 Round STC:	1.80 (J)	Kick-off point	300 ft
No backup mud specified.		8 Round LTC:	1.80 (J)	Departure at shoe:	237 ft
		Buttress:	1.60 (J)	Maximum dogleg:	2 °/100ft
		Premium:	1.50 (J)	Inclination at shoe:	0 °
		Body yield:	1.60 (B)		
		Tension is based on air weight. Neutral point: 8,107 ft			

Run Seq	Segment Length (ft)	Size (in)	Nominal Weight (lbs/ft)	Grade	End Finish	True Vert Depth (ft)	Measured Depth (ft)	Drift Diameter (in)	Est. Cost (\$)
1	10059	4.5	11.60	HCP-110	LT&C	10047	10059	3.875	48464
Run Seq	Collapse Load (psi)	Collapse Strength (psi)	Collapse Design Factor	Burst Load (psi)	Burst Strength (psi)	Burst Design Factor	Tension Load (kips)	Tension Strength (kips)	Tension Design Factor
1	6785	8650	1.275	6785	10690	1.58	116.5	279	2.39 J

Prepared by: Helen Sadik-Macdonald  
Div of Oil, Gas & Mining

Phone: 801 538-5357  
FAX: 801-359-3940

Date: July 20, 2011  
Salt Lake City, Utah

## Remarks:

Collapse is based on a vertical depth of 10047 ft, a mud weight of 13 ppg. The casing is considered to be evacuated for collapse purposes. Collapse strength is based on the Westcott, Dunlop & Kemler method of biaxial correction for tension.

Burst strength is not adjusted for tension.

Collapse strength is (biaxially) derated for doglegs in directional wells by multiplying the tensile stress by the cross section area to calculate a

# **ON-SITE PREDRILL EVALUATION**

## **Utah Division of Oil, Gas and Mining**

**Operator** KERR-MCGEE OIL & GAS ONSHORE, L.P.  
**Well Name** NBU 922-36E1CS  
**API Number** 43047516210000      **APD No** 3795      **Field/Unit** NATURAL BUTTES  
**Location:** 1/4,1/4      SWNW    Sec 36    Tw 9.0S    Rng 22.0E    1682    FNL    739    FWL  
**GPS Coord (UTM)** 637066 4428250      **Surface Owner**

### **Participants**

Floyd Bartlett (DOGM), Sheila Wopsock, Lovell Young, Gina Becker, Mark Koehn, Griz Oleen (Kerr McGee), Ben Williams (UDWR) and Mitch Batty, John Slaugh (Timberline Engineering and Land Surveying).

### **Regional/Local Setting & Topography**

The general area is in the southeast portion of the Natural Buttes Unit, which contains the White River and rugged drainages that drain into the White River. Topography is varied and frequently dissected by short draws or washes, which become overly steep as they approach the White River breaks or rim. Distance to the White River varies from  $\frac{3}{4}$  mile to 2 miles. The side drainages are dry except for ephemeral flows. No seeps or springs exist in the area. An occasional pond has been constructed to supply water for livestock and antelope. Vernal, Utah is approximately 42 air miles to the northwest. Access from Vernal is approximately 45.5 road miles following Utah State, Uintah County and oilfield development roads to the location.

Four additional gas wells will be added to and directionally drilled from the NBU 922-36E pad. They are the NBU 922-36E1CS, NBU 922-36E4BS, NBU 922-36E4CS and NBU 922-36L1BS. The pad contains the existing NBU 602-36E gas well. The existing pad will be significantly enlarged in all directions with most of the extension to the north and east into gentle terrain. The existing grade of the pad will be cut up to 3 feet to obtain the necessary fill to enlarge the pad. The previous and proposed reserve pit buts against a steep ridge to the south. The south edge of the proposed pit will be trimmed so as not to excavate more into this hill. The slope will be left nearly vertical as it currently exists. Maximum cut is 11.0 feet at Pit Corner B and maximum fill is 10.9 feet at Corner 2. The White River is approximately 1 mile to the west. The existing pad shows no stability problems and the site has no apparent concerns for constructing an enlarged pad and drilling and operating the planned wells. It is the only suitable location in the immediate area.

Both the surface and minerals are owned by SITLA.

### **Surface Use Plan**

#### **Current Surface Use**

Grazing  
Wildlife Habitat  
Existing Well Pad

<b>New Road Miles</b>	<b>Well Pad</b>	<b>Src Const Material</b>	<b>Surface Formation</b>
0	Width 352 Length 455	Onsite	UNTA

**Ancillary Facilities** N

### **Waste Management Plan Adequate?**

### **Environmental Parameters**

**Affected Floodplains and/or Wetlands** N

**Flora / Fauna**

Area beyond the existing pad is poorly vegetated with greasewood, cheatgrass, black sagebrush, broom snakeweed, globemallow, Sitanion hystrix , shadscale, rabbitbrush, pepper weed, halogeton and annuals.

Sheep, deer, antelope, coyote, and other small mammals and birds.

**Soil Type and Characteristics**

Shallow rocky sandy loam.

**Erosion Issues** N

**Sedimentation Issues** N

**Site Stability Issues** N

**Drainage Diversion Required?** N

**Berm Required?** N

**Erosion Sedimentation Control Required?** N

**Paleo Survey Run?** Y    **Paleo Potential Observed?** N    **Cultural Survey Run?** Y    **Cultural Resources?** N

**Reserve Pit****Site-Specific Factors****Site Ranking**

<b>Distance to Groundwater (feet)</b>	100 to 200	5
<b>Distance to Surface Water (feet)</b>	>1000	0
<b>Dist. Nearest Municipal Well (ft)</b>	>5280	0
<b>Distance to Other Wells (feet)</b>		20
<b>Native Soil Type</b>	Mod permeability	10
<b>Fluid Type</b>	Fresh Water	5
<b>Drill Cuttings</b>	Normal Rock	0
<b>Annual Precipitation (inches)</b>		0
<b>Affected Populations</b>		
<b>Presence Nearby Utility Conduits</b>	Not Present	0
	<b>Final Score</b>	40
		1 Sensitivity Level

**Characteristics / Requirements**

The reserve pit is planned mostly in an area of cut in the northwest side of the location. Dimensions are 120' x 260' x 12' deep with 2' of freeboard. Because the length of time the reserve pit will be used and the roughness of the terrain, Kerr McGee committed to line it with a 30-mil.liner and an appropriate thickness of felt sub-liner to cushion the rock

**Closed Loop Mud Required? N**    **Liner Required? Y**    **Liner Thickness 30**    **Pit Underlayment Required? Y**

**Other Observations / Comments**

Floyd Bartlett  
**Evaluator**

5/24/2011

**Date / Time**

# Application for Permit to Drill

## Statement of Basis

8/3/2011

### Utah Division of Oil, Gas and Mining

Page 1

APD No	API WellNo	Status	Well Type	Surf Owner	CBM
3795	43047516210000	SITLA	GW	S	No
<b>Operator</b>	KERR-MCGEE OIL & GAS ONSHORE, L.P.		<b>Surface Owner-APD</b>		
<b>Well Name</b>	NBU 922-36E1CS		<b>Unit</b>	NATURAL BUTTES	
<b>Field</b>	NATURAL BUTTES		<b>Type of Work</b>	DRILL	
<b>Location</b>	SWNW 36 9S 22E S 1682 FNL 739 FWL GPS Coord (UTM)			637068E 4428249N	

#### Geologic Statement of Basis

Kerr McGee proposes to set 2,440' of surface casing at this location. The depth to the base of the moderately saline water at this location is estimated to be at a depth of 3,100'. A search of Division of Water Rights records shows no water wells within a 10,000 foot radius of the proposed location. The surface formation at this site is the Uinta Formation. The Uinta Formation is made up of interbedded shales and sandstones. The sandstones are mostly lenticular and discontinuous and should not be a significant source of useable ground water. The production casing cement should be brought up above the base of the moderately saline ground water in order to isolate it from fresher waters up hole. The proposed casing and cement should adequately protect any usable ground water.

Brad Hill  
**APD Evaluator**

6/20/2011  
**Date / Time**

#### Surface Statement of Basis

The general area is in the southeast portion of the Natural Buttes Unit, which contains the White River and rugged drainages that drain into the White River. Topography is varied and frequently dissected by short draws or washes, which become overly steep as they approach the White River breaks or rim. Distance to the White River varies from  $\frac{3}{4}$  mile to 2 miles. The side drainages are dry except for ephemeral flows. No seeps or springs exist in the area. An occasional pond has been constructed to supply water for livestock and antelope. Vernal, Utah is approximately 42 air miles to the northwest. Access from Vernal is approximately 45.5 road miles following Utah State, Uintah County and oilfield development roads to the location.

Four additional gas wells will be added to and directionally drilled from the NBU 922-36E pad. They are the NBU 922-36E1CS, NBU 922-36E4BS, NBU 922-36E4CS and NBU 922-36L1BS. The pad contains the existing NBU 602-36E gas well. The existing pad will be significantly enlarged in all directions with most of the extension to the north and east into gentle terrain. The existing grade of the pad will be cut up to 3 feet to obtain the necessary fill to enlarge the pad. The previous and proposed reserve pit buts against a steep ridge to the south. The south edge of the proposed pit will be trimmed so as not to excavate more into this hill. The slope will be left nearly vertical as it currently exists. Maximum cut is 11.0 feet at Pit Corner B and maximum fill is 10.9 feet at Corner 2. The White River is approximately 1 mile to the west. The existing pad shows no stability problems and the site has no apparent concerns for constructing an enlarged pad and drilling and operating the planned wells. It is the only suitable location in the immediate area.

Both the surface and minerals are owned by SITLA. Ed Bonner and Jim Davis of SITLA were invited to attend the pre-site evaluation. Neither attended. SITLA is to be contacted for reclamation standards including a seed mix to be used.

Ben Williams of the Utah Division of Wildlife Resources attended the pre-site. Mr. Williams stated no wildlife values would be significantly affected by drilling and operating the additional wells at this location.

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## Application for Permit to Drill

### Statement of Basis

8/3/2011

**Utah Division of Oil, Gas and Mining**

Page 2

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Floyd Bartlett  
**Onsite Evaluator**

5/24/2011  
**Date / Time**

**Conditions of Approval / Application for Permit to Drill**

<b>Category</b>	<b>Condition</b>
Pits	A synthetic liner with a minimum thickness of 30 mils with a felt subliner shall be properly installed and maintained in the reserve pit.
Surface	The reserve pit shall be fenced upon completion of drilling operations.

## WORKSHEET APPLICATION FOR PERMIT TO DRILL

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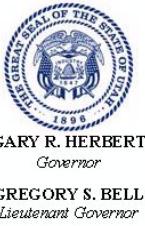


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**APD RECEIVED:** 5/13/2011**API NO. ASSIGNED:** 43047516210000**WELL NAME:** NBU 922-36E1CS**OPERATOR:** KERR-MCGEE OIL & GAS ONSHORE, L.P. (N2995)**PHONE NUMBER:** 720 929-6086**CONTACT:** Gina Becker**PROPOSED LOCATION:** SWNW 36 090S 220E**Permit Tech Review:** **SURFACE:** 1682 FNL 0739 FWL**Engineering Review:** **BOTTOM:** 1903 FNL 0824 FWL**Geology Review:** **COUNTY:** UNTAH**LATITUDE:** 39.99520**LONGITUDE:** -109.39443**UTM SURF EASTINGS:** 637068.00**NORTHINGS:** 4428249.00**FIELD NAME:** NATURAL BUTTES**LEASE TYPE:** 3 - State**LEASE NUMBER:** ML-22650**PROPOSED PRODUCING FORMATION(S):** WASATCH-MESA VERDE**SURFACE OWNER:** 3 - State**COALBED METHANE:** NO**RECEIVED AND/OR REVIEWED:** **PLAT** **Bond:** STATE/FEE - 22013542 **Potash** **Oil Shale 190-5** **Oil Shale 190-3** **Oil Shale 190-13** **Water Permit:** Permit #43-8496 **RDCC Review:** **Fee Surface Agreement** **Intent to Commingle****Commingling Approved****LOCATION AND SITING:** **R649-2-3.****Unit:** NATURAL BUTTES **R649-3-2. General** **R649-3-3. Exception** **Drilling Unit****Board Cause No:** Cause 173-14**Effective Date:** 12/2/1999**Siting:** Suspends General Siting **R649-3-11. Directional Drill****Comments:** Presite Completed

**Stipulations:**

- 3 - Commingling - ddoucet
- 5 - Statement of Basis - bhill
- 15 - Directional - dmason
- 17 - Oil Shale 190-5(b) - dmason
- 25 - Surface Casing - hmacdonald



GARY R. HERBERT

*Governor*

GREGORY S. BELL

*Lieutenant Governor*

# State of Utah

## DEPARTMENT OF NATURAL RESOURCES

MICHAEL R. STYLER  
*Executive Director*

### Division of Oil, Gas and Mining

JOHN R. BAZA  
*Division Director*

## Permit To Drill

\*\*\*\*\*

**Well Name:** NBU 922-36E1CS

**API Well Number:** 43047516210000

**Lease Number:** ML-22650

**Surface Owner:** STATE

**Approval Date:** 8/3/2011

**Issued to:**

KERR-MCGEE OIL & GAS ONSHORE, L.P., P.O. Box 173779, Denver, CO 80217

**Authority:**

Pursuant to Utah Code Ann. §40-6-1 et seq., and Utah Administrative Code R649-3-1 et seq., the Utah Division of Oil, Gas and Mining issues conditions of approval, and permit to drill the listed well. This permit is issued in accordance with the requirements of Cause 173-14. The expected producing formation or pool is the WASATCH-MESA VERDE Formation(s), completion into any other zones will require filing a Sundry Notice (Form 9). Completion and commingling of more than one pool will require approval in accordance with R649-3-22.

**Duration:**

This approval shall expire one year from the above date unless substantial and continuous operation is underway, or a request for extension is made prior to the expiration date

**Commingle:**

In accordance with Board Cause No. 173-14, commingling of the production from the Wasatch formation and the Mesaverde formation in this well is allowed.

**General:**

Compliance with the requirements of Utah Admin. R. 649-1 et seq., the Oil and Gas Conservation General Rules, and the applicable terms and provisions of the approved Application for permit to drill.

**Conditions of Approval:**

In accordance with Utah Admin. R.649-3-11, Directional Drilling, the operator shall submit a complete angular deviation and directional survey report to the Division within 30 days following completion of the well.

In accordance with the Order in Cause No. 190-5(b) dated October 28, 1982, the operator shall comply with the requirements of Rules R649-3-31 and R649-3-27 pertaining to Designated Oil Shale Areas. Additionally, the operators shall ensure that the surface and or production casing is properly cemented over the entire oil shale section as defined by Rule R649-3-31. The Operator shall report the actual depth the oil shale is encountered to the division.

Compliance with the Conditions of Approval/Application for Permit to Drill outlined in the Statement of Basis (copy attached).

Surface casing shall be cemented to the surface.

**Additional Approvals:**

The operator is required to obtain approval from the Division of Oil, Gas and mining before performing any of the following actions during the drilling of this well:

- Any changes to the approved drilling plan – contact Dustin Doucet
- Significant plug back of the well – contact Dustin Doucet
- Plug and abandonment of the well – contact Dustin Doucet

**Notification Requirements:**

The operator is required to notify the Division of Oil, Gas and Mining of the following actions during drilling of this well:

- Within 24 hours following the spudding of the well – contact Carol Daniels  
OR  
submit an electronic sundry notice (pre-registration required) via the Utah Oil & Gas website at <http://oilgas.ogm.utah.gov>
- 24 hours prior to testing blowout prevention equipment - contact Dan Jarvis
- 24 hours prior to cementing or testing casing – contact Dan Jarvis
- Within 24 hours of making any emergency changes to the approved drilling program – contact Dustin Doucet
- 24 hours prior to commencing operations to plug and abandon the well – contact Dan Jarvis

**Contact Information:**

The following are Division of Oil, Gas and Mining contacts and their telephone numbers (please leave a voicemail message if the person is not available to take the call):

- Carol Daniels 801-538-5284 - office
- Dustin Doucet 801-538-5281 - office  
801-733-0983 - after office hours
- Dan Jarvis 801-538-5338 - office  
801-231-8956 - after office hours

**Reporting Requirements:**

All reports, forms and submittals as required by the Utah Oil and Gas Conservation General Rules will be promptly filed with the Division of Oil, Gas and Mining, including but not limited to:

- Entity Action Form (Form 6) – due within 5 days of spudding the well
- Monthly Status Report (Form 9) – due by 5th day of the following calendar month
- Requests to Change Plans (Form 9) – due prior to implementation
- Written Notice of Emergency Changes (Form 9) – due within 5 days
- Notice of Operations Suspension or Resumption (Form 9) – due prior to implementation
- Report of Water Encountered (Form 7) – due within 30 days after completion
- Well Completion Report (Form 8) – due within 30 days after completion or plugging

**Approved By:**



For John Rogers  
Associate Director, Oil & Gas

<b>STATE OF UTAH</b> DEPARTMENT OF NATURAL RESOURCES DIVISION OF OIL, GAS, AND MINING		FORM 9	
<b>SUNDRY NOTICES AND REPORTS ON WELLS</b>			
<p>Do not use this form for proposals to drill new wells, significantly deepen existing wells below current bottom-hole depth, reenter plugged wells, or to drill horizontal laterals. Use APPLICATION FOR PERMIT TO DRILL form for such proposals.</p>		<b>5. LEASE DESIGNATION AND SERIAL NUMBER:</b> ML-22650	
<b>1. TYPE OF WELL</b> Gas Well		<b>6. IF INDIAN, ALLOTTEE OR TRIBE NAME:</b>  <b>7. UNIT or CA AGREEMENT NAME:</b> NATURAL BUTTES	
<b>2. NAME OF OPERATOR:</b> KERR-MCGEE OIL & GAS ONSHORE, L.P.		<b>8. WELL NAME and NUMBER:</b> NBU 922-36E1CS	
<b>3. ADDRESS OF OPERATOR:</b> P.O. Box 173779 1099 18th Street, Suite 600, Denver, CO, 80217 3779		<b>9. API NUMBER:</b> 43047516210000	
<b>4. LOCATION OF WELL</b> <b>FOOTAGES AT SURFACE:</b> 1682 FNL 0739 FWL <b>QTR/QTR, SECTION, TOWNSHIP, RANGE, MERIDIAN:</b> Qtr/Qtr: SWNW Section: 36 Township: 09.0S Range: 22.0E Meridian: S		<b>9. FIELD and POOL or WILDCAT:</b> NATURAL BUTTES <b>COUNTY:</b> UNTAH <b>STATE:</b> UTAH	
<b>11.</b> CHECK APPROPRIATE BOXES TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA			
<b>TYPE OF SUBMISSION</b>	<b>TYPE OF ACTION</b>		
<input checked="" type="checkbox"/> <b>NOTICE OF INTENT</b> Approximate date work will start: 10/3/2011	<input type="checkbox"/> ACIDIZE <input type="checkbox"/> CHANGE TO PREVIOUS PLANS <input type="checkbox"/> CHANGE WELL STATUS <input type="checkbox"/> DEEPEN <input type="checkbox"/> OPERATOR CHANGE <input type="checkbox"/> PRODUCTION START OR RESUME <input type="checkbox"/> REPERFORATE CURRENT FORMATION <input type="checkbox"/> TUBING REPAIR <input type="checkbox"/> WATER SHUTOFF <input type="checkbox"/> WILDCAT WELL DETERMINATION	<input type="checkbox"/> ALTER CASING <input type="checkbox"/> CHANGE TUBING <input type="checkbox"/> COMMINGLE PRODUCING FORMATIONS <input type="checkbox"/> FRACTURE TREAT <input type="checkbox"/> PLUG AND ABANDON <input type="checkbox"/> RECLAMATION OF WELL SITE <input type="checkbox"/> SIDETRACK TO REPAIR WELL <input type="checkbox"/> VENT OR FLARE <input type="checkbox"/> SI TA STATUS EXTENSION <input checked="" type="checkbox"/> OTHER	<input type="checkbox"/> CASING REPAIR <input type="checkbox"/> CHANGE WELL NAME <input type="checkbox"/> CONVERT WELL TYPE <input type="checkbox"/> NEW CONSTRUCTION <input type="checkbox"/> PLUG BACK <input type="checkbox"/> RECOMPLETE DIFFERENT FORMATION <input type="checkbox"/> TEMPORARY ABANDON <input type="checkbox"/> WATER DISPOSAL <input type="checkbox"/> APD EXTENSION
<input type="checkbox"/> <b>SUBSEQUENT REPORT</b> Date of Work Completion:			
<input type="checkbox"/> <b>SPUD REPORT</b> Date of Spud:			
<input type="checkbox"/> <b>DRILLING REPORT</b> Report Date:			
<b>12. DESCRIBE PROPOSED OR COMPLETED OPERATIONS.</b> Clearly show all pertinent details including dates, depths, volumes, etc. <p>Kerr-McGee Oil &amp; Gas Onshore, LP is requesting to refurb the existing pit on this multi-well pad for completion operations. The refurb pit will be relined per the requirements in the COA of the APD. Upon completion of the wells on this pad, Kerr-McGee is also requesting to utilize this pit as an ACTS staging pit to be utilized for other completion operations in the area. The trucks will unload water into these tanks before the water is placed into the refurbished pit. The purpose of the frac tanks is to collect any hydro-carbons that may have been associated with the other completion operations before releasing into the pit. We plan to keep this pit open for 1 year. During this time the surrounding well location completion fluids will be recycled in this pit and utilized for other frac jobs in the surrounding sections. Thank you.</p>			
<b>NAME (PLEASE PRINT)</b> Danielle Piernot		<b>PHONE NUMBER</b> 720 929-6156	<b>TITLE</b> Regulatory Analyst
<b>SIGNATURE</b> N/A		<b>DATE</b> 9/26/2011	

Please Review Attached Conditions of Approval

RECEIVED Sep. 26, 2011

Approved by the  
Utah Division of  
Oil, Gas and Mining

Date: 10/05/2011



## The Utah Division of Oil, Gas, and Mining

- State of Utah
- Department of Natural Resources

Electronic Permitting System - Sundry Notices

### Sundry Conditions of Approval Well Number 43047516210000

**A synthetic liner with a minimum thickness of 30 mils with a felt subliner shall be properly installed and maintained in the pit.**

FORM 9

**STATE OF UTAH**  
 DEPARTMENT OF NATURAL RESOURCES  
 DIVISION OF OIL, GAS, AND MINING

**SUNDRY NOTICES AND REPORTS ON WELLS**

Do not use this form for proposals to drill new wells, significantly deepen existing wells below current bottom-hole depth, reenter plugged wells, or to drill horizontal laterals. Use APPLICATION FOR PERMIT TO DRILL form for such proposals.

**1. TYPE OF WELL**

Gas Well

**2. NAME OF OPERATOR:**

KERR-MCGEE OIL &amp; GAS ONSHORE, L.P.

**3. ADDRESS OF OPERATOR:**

P.O. Box 173779 1099 18th Street, Suite 600, Denver, CO, 80217 3779

**PHONE NUMBER:**

720 929-6

**9. FIELD and POOL or WILDCAT:**

NATURAL BUTTES

**4. LOCATION OF WELL****FOOTAGES AT SURFACE:**

1682 FNL 0739 FWL

**QTR/QTR, SECTION, TOWNSHIP, RANGE, MERIDIAN:**

Qtr/Qtr: SWNW Section: 36 Township: 09.0S Range: 22.0E Meridian: S

**COUNTY:**

UINTAH

**STATE:**

UTAH

11.

CHECK APPROPRIATE BOXES TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

<b>TYPE OF SUBMISSION</b>	<b>TYPE OF ACTION</b>		
<input type="checkbox"/> NOTICE OF INTENT Approximate date work will start:	<input type="checkbox"/> ACIDIZE <input type="checkbox"/> CHANGE TO PREVIOUS PLANS <input type="checkbox"/> CHANGE WELL STATUS <input type="checkbox"/> DEEPEN <input type="checkbox"/> OPERATOR CHANGE <input type="checkbox"/> PRODUCTION START OR RESUME <input type="checkbox"/> REPERFORATE CURRENT FORMATION <input type="checkbox"/> TUBING REPAIR <input type="checkbox"/> WATER SHUTOFF <input type="checkbox"/> WILDCAT WELL DETERMINATION	<input type="checkbox"/> ALTER CASING <input type="checkbox"/> CHANGE TUBING <input type="checkbox"/> COMMINGLE PRODUCING FORMATIONS <input type="checkbox"/> FRACTURE TREAT <input type="checkbox"/> PLUG AND ABANDON <input type="checkbox"/> RECLAMATION OF WELL SITE <input type="checkbox"/> SIDETRACK TO REPAIR WELL <input type="checkbox"/> VENT OR FLARE <input type="checkbox"/> SI TA STATUS EXTENSION <input type="checkbox"/> OTHER	<input type="checkbox"/> CASING REPAIR <input type="checkbox"/> CHANGE WELL NAME <input type="checkbox"/> CONVERT WELL TYPE <input type="checkbox"/> NEW CONSTRUCTION <input type="checkbox"/> PLUG BACK <input type="checkbox"/> RECOMPLETE DIFFERENT FORMATION <input type="checkbox"/> TEMPORARY ABANDON <input type="checkbox"/> WATER DISPOSAL <input type="checkbox"/> APD EXTENSION  OTHER: <input type="text"/>
<input type="checkbox"/> SUBSEQUENT REPORT Date of Work Completion:			
<input checked="" type="checkbox"/> SPUD REPORT Date of Spud: 2/28/2012			
<input type="checkbox"/> DRILLING REPORT Report Date:			

## 12. DESCRIBE PROPOSED OR COMPLETED OPERATIONS. Clearly show all pertinent details including dates, depths, volumes, etc.

MIRU TRIPPLE A BUCKET RIG. DRILLED 20" CONDUCTOR HOLE TO 40'.

RAN 14" 36.7# SCHEDULE 10 PIPE. CMT W/28 SX READY MIX. SPUD WELL ON 02/28/2012 AT 1230 HRS.

Accepted by the  
 Utah Division of  
 Oil, Gas and Mining

**FOR RECORD ONLY**

March 06, 2012

NAME (PLEASE PRINT) Sheila Wopsock	PHONE NUMBER 435 781-7024	TITLE Regulatory Analyst
SIGNATURE N/A	DATE 3/1/2012	

## BLM - Vernal Field Office - Notification Form

Operator KERR-McGEE OIL & GAS Rig Name/# BUCKET RIG  
Submitted By J. Scharnowski Phone Number 720.929.6304  
Well Name/Number NBU 922-36E1CS  
Qtr/Qtr SWNW Section 36 Township 9S Range 22E  
Lease Serial Number ML-22650  
API Number 4304751621

Spud Notice – Spud is the initial spudding of the well, not drilling out below a casing string.

Date/Time 02/28/2012 07:00 HRS AM  PM

Casing – Please report time casing run starts, not cementing times.



Surface Casing

RECEIVED



Intermediate Casing

FEB 27 2012



Production Casing

DIV. OF OIL, GAS & MINING



Liner



Other

Date/Time 03/04/2012 08:00 HRS AM  PM

BOPE



Initial BOPE test at surface casing point



BOPE test at intermediate casing point



30 day BOPE test



Other

Date/Time \_\_\_\_\_ AM  PM

Remarks

ESTIMATED DATE AND TIME. PLEASE CONTACT KENNY GATHINGS AT

435.828.0986 OR LOVEL YOUNG AT 435.781.7051

<b>STATE OF UTAH</b> DEPARTMENT OF NATURAL RESOURCES DIVISION OF OIL, GAS, AND MINING		FORM 9	
<b>SUNDRY NOTICES AND REPORTS ON WELLS</b>			
Do not use this form for proposals to drill new wells, significantly deepen existing wells below current bottom-hole depth, reenter plugged wells, or to drill horizontal laterals. Use APPLICATION FOR PERMIT TO DRILL form for such proposals.			
1. TYPE OF WELL Gas Well		5. LEASE DESIGNATION AND SERIAL NUMBER: ML-22650	
2. NAME OF OPERATOR: KERR-MCGEE OIL & GAS ONSHORE, L.P.		6. IF INDIAN, ALLOTTEE OR TRIBE NAME:	
3. ADDRESS OF OPERATOR: P.O. Box 173779 1099 18th Street, Suite 600, Denver, CO, 80217 3779		7. UNIT or CA AGREEMENT NAME: NATURAL BUTTES	
4. LOCATION OF WELL FOOTAGES AT SURFACE: 1682 FNL 0739 FWL QTR/QTR, SECTION, TOWNSHIP, RANGE, MERIDIAN: Qtr/Qtr: SWNW Section: 36 Township: 09.0S Range: 22.0E Meridian: S		8. WELL NAME and NUMBER: NBU 922-36E1CS	
		9. API NUMBER: 43047516210000	
		9. FIELD and POOL or WILDCAT: NATURAL BUTTES	
		10. COUNTY: UINTAH	
		11. STATE: UTAH	
11. CHECK APPROPRIATE BOXES TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA			
TYPE OF SUBMISSION	TYPE OF ACTION		
<input type="checkbox"/> NOTICE OF INTENT Approximate date work will start:	<input type="checkbox"/> ACIDIZE <input type="checkbox"/> CHANGE TO PREVIOUS PLANS <input type="checkbox"/> CHANGE WELL STATUS <input type="checkbox"/> DEEPEN <input type="checkbox"/> OPERATOR CHANGE <input type="checkbox"/> PRODUCTION START OR RESUME <input type="checkbox"/> REPERFORATE CURRENT FORMATION <input type="checkbox"/> TUBING REPAIR <input type="checkbox"/> WATER SHUTOFF <input type="checkbox"/> WILDCAT WELL DETERMINATION	<input type="checkbox"/> ALTER CASING <input type="checkbox"/> CHANGE TUBING <input type="checkbox"/> COMMINGLE PRODUCING FORMATIONS <input type="checkbox"/> FRACTURE TREAT <input type="checkbox"/> PLUG AND ABANDON <input type="checkbox"/> RECLAMATION OF WELL SITE <input type="checkbox"/> SIDETRACK TO REPAIR WELL <input type="checkbox"/> VENT OR FLARE <input type="checkbox"/> SI TA STATUS EXTENSION <input type="checkbox"/> OTHER	<input type="checkbox"/> CASING REPAIR <input type="checkbox"/> CHANGE WELL NAME <input type="checkbox"/> CONVERT WELL TYPE <input type="checkbox"/> NEW CONSTRUCTION <input type="checkbox"/> PLUG BACK <input type="checkbox"/> RECOMPLETE DIFFERENT FORMATION <input type="checkbox"/> TEMPORARY ABANDON <input type="checkbox"/> WATER DISPOSAL <input type="checkbox"/> APD EXTENSION OTHER: <input type="text"/>
<input checked="" type="checkbox"/> DRILLING REPORT Report Date: 3/9/2012			
12. DESCRIBE PROPOSED OR COMPLETED OPERATIONS. Clearly show all pertinent details including dates, depths, volumes, etc. MIRU AIR RIG ON MARCH 7, 2012. DRILLED SURFACE HOLE TO 2,597'. RAN SURFACE CASING AND CEMENTED. WELL IS WAITING ON ROTARY RIG. DETAILS OF CEMENT JOB WILL BE INCLUDED WITH WELL COMPLETION REPORT.			
NAME (PLEASE PRINT) Jaime Scharnowske	PHONE NUMBER 720 929-6304	TITLE Regulatory Analyst	
SIGNATURE N/A	DATE 3/12/2012		

<b>STATE OF UTAH</b> DEPARTMENT OF NATURAL RESOURCES DIVISION OF OIL, GAS, AND MINING		FORM 9	
<b>SUNDRY NOTICES AND REPORTS ON WELLS</b>		<b>5. LEASE DESIGNATION AND SERIAL NUMBER:</b> ML-22650	
Do not use this form for proposals to drill new wells, significantly deepen existing wells below current bottom-hole depth, reenter plugged wells, or to drill horizontal laterals. Use APPLICATION FOR PERMIT TO DRILL form for such proposals.		<b>6. IF INDIAN, ALLOTTEE OR TRIBE NAME:</b>	
<b>1. TYPE OF WELL</b> Gas Well		<b>7. UNIT or CA AGREEMENT NAME:</b> NATURAL BUTTES	
<b>2. NAME OF OPERATOR:</b> KERR-MCGEE OIL & GAS ONSHORE, L.P.		<b>8. WELL NAME and NUMBER:</b> NBU 922-36E1CS	
<b>3. ADDRESS OF OPERATOR:</b> P.O. Box 173779 1099 18th Street, Suite 600, Denver, CO, 80217 3779		<b>9. API NUMBER:</b> 43047516210000	
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		<b>COUNTY:</b> UINTAH	
		<b>STATE:</b> UTAH	
<b>11.</b> CHECK APPROPRIATE BOXES TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA			
<b>TYPE OF SUBMISSION</b>	<b>TYPE OF ACTION</b>		
<input checked="" type="checkbox"/> <b>NOTICE OF INTENT</b> Approximate date work will start: <b>3/19/2012</b>	<input type="checkbox"/> ACIDIZE <input checked="" type="checkbox"/> CHANGE TO PREVIOUS PLANS <input type="checkbox"/> CHANGE WELL STATUS <input type="checkbox"/> DEEPEN <input type="checkbox"/> OPERATOR CHANGE <input type="checkbox"/> PRODUCTION START OR RESUME <input type="checkbox"/> REPERFORATE CURRENT FORMATION <input type="checkbox"/> TUBING REPAIR <input type="checkbox"/> WATER SHUTOFF <input type="checkbox"/> WILDCAT WELL DETERMINATION	<input type="checkbox"/> ALTER CASING <input type="checkbox"/> CHANGE TUBING <input type="checkbox"/> COMMINGLE PRODUCING FORMATIONS <input type="checkbox"/> FRACTURE TREAT <input type="checkbox"/> PLUG AND ABANDON <input type="checkbox"/> RECLAMATION OF WELL SITE <input type="checkbox"/> SIDETRACK TO REPAIR WELL <input type="checkbox"/> VENT OR FLARE <input type="checkbox"/> SI TA STATUS EXTENSION <input type="checkbox"/> OTHER	<input type="checkbox"/> CASING REPAIR <input type="checkbox"/> CHANGE WELL NAME <input type="checkbox"/> CONVERT WELL TYPE <input type="checkbox"/> NEW CONSTRUCTION <input type="checkbox"/> PLUG BACK <input type="checkbox"/> RECOMPLETE DIFFERENT FORMATION <input type="checkbox"/> TEMPORARY ABANDON <input type="checkbox"/> WATER DISPOSAL <input type="checkbox"/> APD EXTENSION OTHER: _____
<input type="checkbox"/> <b>SUBSEQUENT REPORT</b> Date of Work Completion:			
<input type="checkbox"/> <b>SPUD REPORT</b> Date of Spud:			
<input type="checkbox"/> <b>DRILLING REPORT</b> Report Date:			
<b>12. DESCRIBE PROPOSED OR COMPLETED OPERATIONS.</b> Clearly show all pertinent details including dates, depths, volumes, etc. The operator requests approval for changes in the drilling plan. Specifically, the operator requests approval for a FIT waiver, a closed loop drilling option and production casing change. All other aspects of the previously approved drilling plan will not change. Please see the attachment. Thank you.			
<b>Approved by the</b> <b>Utah Division of</b> <b>Oil, Gas and Mining</b>			
<b>Date:</b> <u>March 20, 2012</u>			
<b>By:</b> <u>Dak Dunt</u>			
<b>NAME (PLEASE PRINT)</b> Jaime Scharnowske		<b>PHONE NUMBER</b> 720 929-6304	<b>TITLE</b> Regulatory Analyst
<b>SIGNATURE</b> N/A		<b>DATE</b> 3/19/2012	

**Kerr-McGee Oil & Gas Onshore. L.P.****NBU 922-36E1CS**

Surface:	1682 FNL / 739 FWL	SWNW
BHL:	1903 FNL / 824 FWL	SWNW

Section 36 T9S R22E

Unitah County, Utah  
 Mineral Lease: ML-22650

**ONSHORE ORDER NO. 1****DRILLING PROGRAM**

1. & 2. **Estimated Tops of Important Geologic Markers:**  
**Estimated Depths of Anticipated Water, Oil, Gas, or Mineral Formations:**

<u>Formation</u>	<u>Depth</u>	<u>Resource</u>
Uinta	0 - Surface	
Green River	1,339'	
Birds Nest	1,627'	Water
Mahogany	1,994'	Water
Wasatch	4,439'	Gas
Mesaverde	6,647'	Gas
Sego	8,898'	Gas
Castlegate	9,013'	Gas
Blackhawk	9,447'	Gas
TVD	10,047'	
TD	10,059'	

3. **Pressure Control Equipment** (Schematic Attached)

Please refer to the attached Drilling Program

4. **Proposed Casing & Cementing Program:**

Please refer to the attached Drilling Program

5. **Drilling Fluids Program:**

Please refer to the attached Drilling Program

6. **Evaluation Program:**

Please refer to the attached Drilling Program

**7. Abnormal Conditions:**

Maximum anticipated bottom hole pressure calculated at 10047' TVD, approximately equals  
6,631 psi (0.66 psi/ft = actual bottomhole gradient)

---

Maximum Anticipated Bottom Hole Pressure (MABHP) = Pore Pressure at TD

---

Maximum anticipated surface pressure equals approximately 4,466 psi (bottom hole pressure minus the pressure of a partially evacuated hole calculated at 0.22 psi/foot, per Onshore Order No. 2).

Per Onshore Order No. 2 - Max Anticipated Surf. Press.(MASP) = (Pore Pressure at next csg point-  
(0.22 psi/ft-partial evac gradient x TVD of next csg point))

**8. Anticipated Starting Dates:**

Drilling is planned to commence immediately upon approval of this application.

**9. Variances:**

Please refer to the attached Drilling Program.

Onshore Order #2 – Air Drilling Variance

Kerr-McGee Oil & Gas Onshore LP (KMG) respectfully requests a variance to several requirements associated with air drilling outlined in Onshore Order 2

- Blowout Prevention Equipment (BOPE) requirements;
- Mud program requirements; and
- Special drilling operation (surface equipment placement) requirements associated with air drilling.

This Standard Operating Practices addendum provides supporting information as to why KMG current air drilling practices for constructing the surface casing hole should be granted a variance to Onshore Order 2 air drilling requirements.

The reader should note that the air rig is used only to construct a stable surface casing hole through a historically difficult lost circulation zone. A conventional rotary rig follows the air rig, and is used to drill and construct the majority of the wellbore.

More notable, KMG has used the air rig layout and procedures outlined below to drill the surface casing hole in approximately 675 wells without incident of blow out or loss of life.

**Background**

In a typical well, KMG utilizes an air rig for drilling the surface casing hole, an interval from the surface to surface casing depths, which varies in depth from 1,700 to 2,800 feet. The air rig drilling operation does not drill through productive or over pressured formations in KMG field, but does penetrate the Uinta and Green River Formations. The purpose of the air drilling operation is to overcome the severe loss circulation zone in the Green River known as the Bird's Nest while creating a stable hole for the surface casing. The surface casing hole is generally drilled to approximately 500 feet below the Bird's Nest.

Before the surface air rig is mobilized, a rathole rig is utilized to set and cement conductor pipe through a competent surface formation. Generally, the conductor is set at 40 feet. In some cases, conductor may

be set deeper in areas that the surface formation is not found competent. This rig also drills the rat and mouse holes in preparation for the surface casing and production string drilling operations.

The air rig is then mobilized to drill the surface casing hole by drilling a 12 1/4 inch hole for the first 200 feet, then will drill a 11inch hole to just above the Bird's Nest interval with an air hammer. The hammer is then tripped and replaced with a 11 inch tri-cone bit. The tri-cone bit is used to drill to the surface casing point, approximately 500 feet below the loss circulation zone (Bird's Nest). The 8-5/8 inch surface casing is then run and cemented in place, thereby isolating the lost circulation zone.

KMG fully appreciates Onshore Order 2 well control and safety requirements associated with a typical air drilling operations. However, the requirements of Onshore Order 2 are excessive with respect to the air rig layout and drilling operation procedures that are currently in practice to drill and control the surface casing hole in KMG Fields.

#### **Variance for BOPE Requirements**

The air rig operation utilizes a properly lubricated and maintained air bowl diverter system which diverts the drilling returns to a six-inch blooie line. The air bowl is the only piece of BOPE equipment which is installed during drilling operations and is sufficient to contain the air returns associated with this drilling operation. As was discussed earlier, the drilling of the surface hole does not encounter any over pressured or productive zones, and as a result standard BOPE equipment should not be required. In addition, standard drilling practices do not support the use of BOPE on 40 feet of conductor pipe.

#### **Variance for Mud Material Requirements**

Onshore Order 2 also states that sufficient quantities of mud materials shall be maintained or readily accessible for the purpose of assuring adequate well control. Once again, the surface hole drilling operations does not encounter over pressured or productive intervals, and as a result there is not a need to control pressure in the surface hole with a mud system. Instead of mud, the air rigs utilize water from the reserve pit for well control, if necessary. A skid pump which is located near the reserve pit (see attachment) will supply the water to the well bore.

#### **Variance for Special Drilling Operation (surface equipment placement) Requirements**

Onshore Order 2 requires specific safety distances or setbacks for the placement of associated standard air drilling equipment, wellbore, and reserve pits. The air rigs used to drill the surface holes are not typical of an air rig used to drill a producing hole in other parts of the US. These are smaller in nature and designed to fit a KMG location. The typical air rig layout for drilling surface hole in the field is attached.

Typically the blooie line discharge point is required to be 100 feet from the well bore. In the case of a KMG well, the reserve pit is only 45 feet from the rig and is used for the drill cuttings. The blooie line, which transports the drill cuttings from the well to the reserve pit, subsequently discharges only 45 feet from the well bore.

Typically the air rig compressors are required to be located in the opposite direction from the blooie line and a minimum of 100 feet from the well bore. At the KMG locations, the air rig compressors are approximately 40 feet from the well bore and approximately 60 feet from the blooie line discharge due to the unique air rig design. The air compressors (see attachment) are located on the rig (1250 cfm) and on a standby trailer (1170 cfm). A booster sits between the two compressors and boosts the output from 350 psi to 2000 psi. The design does put the booster and standby compressor opposite from the blooie line.

Lastly, Onshore Order 2 addresses the need for an automatic igniter or continuous pilot light on the blooie line. The air rig does not utilize an igniter as the surface hole drilling operation does not encounter productive formations.

**Variance for FIT Requirements**

KMG also respectfully requests a variance to Onshore Order 2, Section III, Part Bi, for the pressure integrity test (PIT, also known as a formation integrity test (FIT)). This well is not an exploratory well and is being drilled in an area where the formation integrity is well known. Additionally, when an FIT is run with the mud weight as required, the casing shoe frequently breaks down and causes subsequent lost circulation when drilling the entire depth of the well.

**Conclusion**

The air rig operating procedures and the attached air rig layout have effectively maintained well control while drilling the surface holes in KMG Fields. KMG respectfully requests a variance from Onshore Order 2 with respect to air drilling well control requirements as discussed above.

**10. Other Information:**

Please refer to the attached Drilling Program.

NBU 922-36E1CS

Drilling Program  
5 of 7



# KERR-McGEE OIL & GAS ONSHORE LP DRILLING PROGRAM

COMPANY NAME	KERR-MCGEE OIL & GAS ONSHORE LP			DATE	February 8, 2012		
WELL NAME	<b>NBU 922-36E1CS</b>			TD	10,047'	TVD	10,059' MD
FIELD	Natural Buttes		COUNTY	Uintah	STATE	Utah	FINISHED ELEVATION
SURFACE LOCATION	SWNW	1682 FNL	739 FWL	Sec 36	T 9S	R 22E	5,114'
	Latitude: 39.995202 Longitude: -109.394412			NAD 27			
BTM HOLE LOCATION	SWNW	1903 FNL	824 FWL	Sec 36	T 9S	R 22E	
	Latitude: 39.994596 Longitude: -109.394107			NAD 27			
OBJECTIVE ZONE(S)	BLACKHAWK (Part of the Mesaverde Group)						
ADDITIONAL INFO	Regulatory Agencies: UDOGM (Minerals), UDOGM (Surface), UDOGM Tri-County Health Dept.						

GEOLOGICAL			MECHANICAL		
LOGS	FORMATION TOPS	DEPTH	HOLE SIZE	CASING SIZE	MUD WEIGHT
		40'		14"	
All water flows encountered while drilling will be reported to the appropriate agencies.					
Green River @	1,339'				
Top of Birds Nest @	1,627'				
Mahogany @	1,994'				
Preset f/ GL @					
	2,440'	TVD			
Note: 11" surface hole will usually be drilled $\pm 400'$ below the lost circulation zone (aka bird's nest). Drilled depth may be $\pm 200'$ of the estimated set depth depending on the actual depth of the loss zone.					
Wasatch @	4,439'				
Mud logging program TBD					
Cased hole logging program from TD - surf csg					
Mverde @	6,647'				
Sego @	8,898'				
Castlegate @	9,013'				
Blackhawk @	9,447'				
Max anticipated Mud required					
13.0 ppg	TD @	10,047' TVD			
		10,059' MD			



**KERR-MCGEE OIL & GAS ONSHORE LP**  
**DRILLING PROGRAM**

<u>CASING PROGRAM</u>						DESIGN FACTORS			
						LTC		DQX	
SIZE	INTERVAL	WT.	GR.	CPLG.	BURST	COLLAPSE	TENSION		
CONDUCTOR	14"	0-40'			3,390	1,880	348,000	N/A	
SURFACE	8-5/8"	0 to 2,440	28.00	IJ-55	LTC	2.21	1.65	5.82	N/A
PRODUCTION	4-1/2"	0 to 5,000	11.60	HCP-110	DQX	10,690	8,650	279,000	367,174
	4-1/2"	5,000 to 10,059'	11.60	HCP-110	LTC	1.19	1.27	5.93	3.93

**Surface Casing:**

(Burst Assumptions: TD = 13.0 ppg) 0.73 psi/ft = frac gradient @ surface shoe

Fracture at surface shoe with 0.1 psi/ft gas gradient above

(Collapse Assumption: Fully Evacuated Casing, Max MW) (Tension Assumptions: Air Weight of Casing\*Buoy.Fact. of water)

**Production casing:**

(Burst Assumptions: Pressure test with 8.4ppg @ 9000 psi) 0.66 psi/ft = bottomhole gradient

(Collapse Assumption: Fully Evacuated Casing, Max MW) (Tension Assumptions: Air Weight of Casing\*Buoy.Fact. of water)

CEMENT PROGRAM

	FT. OF FILL	DESCRIPTION	SACKS	EXCESS	WEIGHT	YIELD
SURFACE	LEAD 500'	Premium cmt + 2% CaCl	180	60%	15.80	1.15
Option 1		+ 0.25 pps flocele				
TOP OUT CMT (6 jobs)						
	1,200'	20 gals sodium silicate + Premium cmt + 2% CaCl + 0.25 pps flocele	270	0%	15.80	1.15
SURFACE NOTE: If well will circulate water to surface, option 2 will be utilized						
Option 2	LEAD 1,940'	65/35 Poz + 6% Gel + 10 pps gilsonite + 0.25 pps Flocele + 3% salt BWOW	180	35%	11.00	3.82
	TAIL 500'	Premium cmt + 2% CaCl + 0.25 pps flocele	150	35%	15.80	1.15
TOP OUT CMT as required						
PRODUCTION	LEAD 3,939'	Premium Lite II +0.25 pps celloflake + 5 pps gilsonite + 10% gel + 0.5% extender	310	35%	12.00	3.38
	TAIL 6,120'	50/50 Poz/G + 10% salt + 2% gel + 0.1% R-3	1,450	35%	14.30	1.31

\*Substitute caliper hole volume plus 0% excess for LEAD if accurate caliper is obtained

\*Substitute caliper hole volume plus 10% excess for TAIL if accurate caliper is obtained

FLOAT EQUIPMENT & CENTRALIZERS

SURFACE	Guide shoe, 1 jt, insert float. Centralize first 3 joints with bow spring centralizers. Thread lock guide shoe
PRODUCTION	Float shoe, 1 jt, float collar. 15 centralizers for a Mesaverde and 20 for a Blackhawk well. 1 centralizer on the first 3 joints and one every third joint thereafter.

ADDITIONAL INFORMATION

Test casing head to 750 psi after installing. Test surface casing to 1,500 psi prior to drilling out.

BOPE: 11" 5M with one annular and 2 rams. The BOPE will be installed before the production hole is drilled and tested to 5,000 psi (annular to 2,500 psi) prior to drilling out the surface casing shoe. Record on chart recorder and tour sheet. Function test rams on each trip. Maintain safety valve and inside BOP on rig floor at all times. Most rigs have top drives; however, if used, the Kelly is to be equipped with upper and lower kelly valves.

Surveys will be taken at 1,000' minimum intervals.

Most rigs have PVT System for mud monitoring. If no PVT is available, visual monitoring will be utilized.

**DRILLING ENGINEER:**

Nick Spence / Danny Showers / Chad Loesel

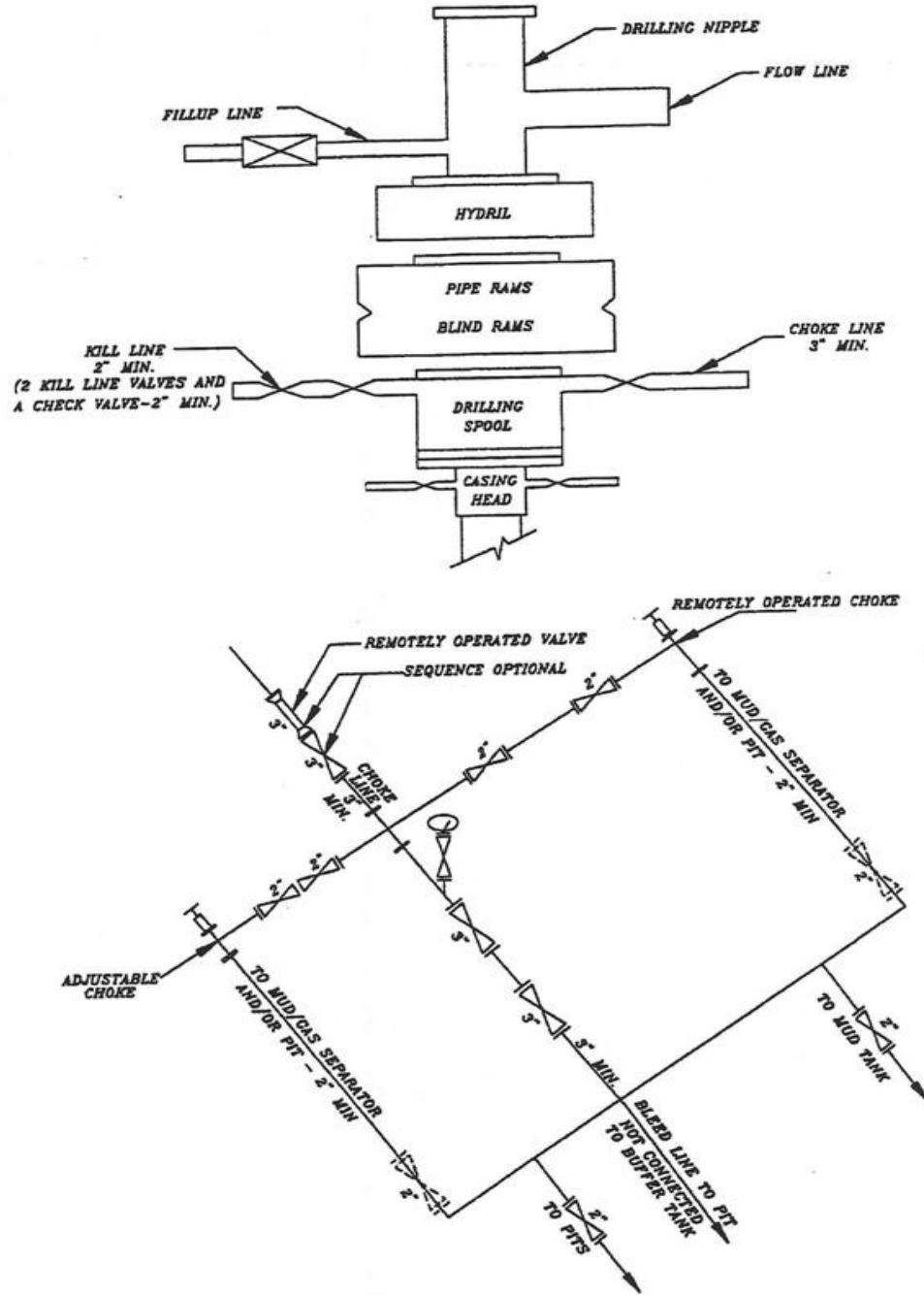
DATE: \_\_\_\_\_

**DRILLING SUPERINTENDENT:**

Kenny Gathings / Lovel Young

DATE: \_\_\_\_\_

**EXHIBIT A**  
**NBU 922-36E1CS**



**SCHEMATIC DIAGRAM OF 5,000 PSI BOP STACK**

Requested Drilling Options:

Kerr-McGee will use either a closed loop drilling system that will require one pit and one cuttings storage area to be constructed on the drilling pad or a traditional drilling operation with one pit used for drilling and completion operations. The cuttings storage area will be used to contain only the de-watered drill cuttings and will be lined and bermed to prevent any liquid runoff. The drill cuttings will be buried in the completion pit once completion operations are completed according to traditional pit closure standards. The pit will be constructed to allow for completion operations. The completion operations pit will be lined with a synthetic material 20 mil or thicker and will be used for the completing of the wells on the pad or used as part of our Aandarko Completions Transportation System (ACTS). Using the closed loop drilling system will allow Kerr-McGee to decrease the amount of disturbance/footprint on location compared to a single large drilling/completions pit.

If Kerr-McGee does not use a closed loop drilling system, it will construct a traditional drilling/completions pit to contain drill cuttings and for use in completion operations. The pit will be lined with a synthetic material 20 mil or thicker. The drill cuttings will be buried in the pit using traditional pit closure standards.

STATE OF UTAH  
DEPARTMENT OF NATURAL RESOURCES  
DIVISION OF OIL, GAS AND MINING

FORM 6

**ENTITY ACTION FORM**

Operator: KERR McGEE OIL & GAS ONSHORE LP  
 Address: 1368 SOUTH 1200 EAST  
 city VERNAL  
 state UT zip 84078

Operator Account Number: N 2995  
 Phone Number: (435) 781-7024

Well 1

API Number	Well Name		QQ	Sec	Twp	Rng	County
4304751621	NBU 922-36E1CS		SWNW	36	9S	22E	UINTAH
Action Code	Current Entity Number	New Entity Number	Spud Date		Entity Assignment Effective Date		
B	99999	2900	2/28/2012		3/20/2012		
Comments: MIRU TRIPPLE A BUCKET RIG. WSMWD SPUD WELL ON 02/28/2012 AT 1230 HRS. BHL SWNW							

Well 2

API Number	Well Name		QQ	Sec	Twp	Rng	County
Action Code	Current Entity Number	New Entity Number	Spud Date		Entity Assignment Effective Date		
Comments:							

Well 3

API Number	Well Name		QQ	Sec	Twp	Rng	County
Action Code	Current Entity Number	New Entity Number	Spud Date		Entity Assignment Effective Date		
Comments:							

**ACTION CODES:**

- A - Establish new entity for new well (single well only)
- B - Add new well to existing entity (group or unit well)
- C - Re-assign well from one existing entity to another existing entity
- D - Re-assign well from one existing entity to a new entity
- E - Other (Explain in 'comments' section)

SHEILA WOPSOCK

Name (Please Print)



REGULATORY ANALYST

Title

3/1/2012

Date

(5/2000)

**RECEIVED**

MAR 01 2012

## State of Utah - Notification Form

Operator Anadarko Petroleum Rig Name/# Ensign 138  
Submitted By DALTON KING Phone Number 435- 828-0982  
Well Name/Number NBU 922-36E1CS  
Qtr/Qtr SW/NW Section 36 Township 9S Range 22E  
Lease Serial Number ML-22650  
API Number 43-047-51621

Casing – Time casing run starts, not cementing times.

- Production Casing  
 Other

Date/Time \_\_\_\_\_ AM  PM

BOPE

- Initial BOPE test at surface casing point  
 Other

Date/Time 4/25/2012 06:00 AM  PM

**RECEIVED**

Rig Move

Location To: \_\_\_\_\_

DIV. OF OIL, GAS & MINING

Date/Time \_\_\_\_\_ AM  PM

Remarks TIME IS ESTIMATED

**STATE OF UTAH**  
 DEPARTMENT OF NATURAL RESOURCES  
 DIVISION OF OIL, GAS, AND MINING

**SUNDRY NOTICES AND REPORTS ON WELLS**

Do not use this form for proposals to drill new wells, significantly deepen existing wells below current bottom-hole depth, reenter plugged wells, or to drill horizontal laterals. Use APPLICATION FOR PERMIT TO DRILL form for such proposals.

**1. TYPE OF WELL**

Gas Well

**2. NAME OF OPERATOR:**

KERR-MCGEE OIL &amp; GAS ONSHORE, L.P.

**3. ADDRESS OF OPERATOR:**

P.O. Box 173779 1099 18th Street, Suite 600, Denver, CO, 80217 3779

**PHONE NUMBER:**

720 929-6

**9. FIELD and POOL or WILDCAT:**

NATURAL BUTTES

**4. LOCATION OF WELL****FOOTAGES AT SURFACE:**

1682 FNL 0739 FWL

**QTR/QTR, SECTION, TOWNSHIP, RANGE, MERIDIAN:**

Qtr/Qtr: SWNW Section: 36 Township: 09.0S Range: 22.0E Meridian: S

**COUNTY:**

UINTAH

**STATE:**

UTAH

11.

CHECK APPROPRIATE BOXES TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

TYPE OF SUBMISSION	TYPE OF ACTION		
<input type="checkbox"/> NOTICE OF INTENT Approximate date work will start:	<input type="checkbox"/> ACIDIZE <input type="checkbox"/> CHANGE TO PREVIOUS PLANS <input type="checkbox"/> CHANGE WELL STATUS <input type="checkbox"/> DEEPEN <input type="checkbox"/> OPERATOR CHANGE <input type="checkbox"/> PRODUCTION START OR RESUME <input type="checkbox"/> REPERFORATE CURRENT FORMATION <input type="checkbox"/> TUBING REPAIR <input type="checkbox"/> WATER SHUTOFF <input type="checkbox"/> WILDCAT WELL DETERMINATION	<input type="checkbox"/> ALTER CASING <input type="checkbox"/> CHANGE TUBING <input type="checkbox"/> COMMINGLE PRODUCING FORMATIONS <input type="checkbox"/> FRACTURE TREAT <input type="checkbox"/> PLUG AND ABANDON <input type="checkbox"/> RECLAMATION OF WELL SITE <input type="checkbox"/> SIDETRACK TO REPAIR WELL <input type="checkbox"/> VENT OR FLARE <input type="checkbox"/> SI TA STATUS EXTENSION <input type="checkbox"/> OTHER	<input type="checkbox"/> CASING REPAIR <input type="checkbox"/> CHANGE WELL NAME <input type="checkbox"/> CONVERT WELL TYPE <input type="checkbox"/> NEW CONSTRUCTION <input type="checkbox"/> PLUG BACK <input type="checkbox"/> RECOMPLETE DIFFERENT FORMATION <input type="checkbox"/> TEMPORARY ABANDON <input type="checkbox"/> WATER DISPOSAL <input type="checkbox"/> APD EXTENSION  OTHER: <input type="text"/>
<input type="checkbox"/> SUBSEQUENT REPORT Date of Work Completion:			
<input type="checkbox"/> SPUD REPORT Date of Spud:			
<input checked="" type="checkbox"/> DRILLING REPORT Report Date: 4/30/2012			

## 12. DESCRIBE PROPOSED OR COMPLETED OPERATIONS. Clearly show all pertinent details including dates, depths, volumes, etc.

MIRU ROTARY RIG. FINISHED DRILLING FROM 2597' TO 8915' ON 4/29/2012. RAN 4-1/2" 11.6# I-80 PRODUCTION CASING. CEMENTED PRODUCTION CASING. RELEASED ENSIGN 138 RIG ON 4/30/2012 @ 14:00 HRS. DETAILS OF CEMENT JOB WILL BE INCLUDED WITH THE WELL COMPLETION REPORT. WELL IS WAITING ON FINAL COMPLETION ACTIVITIES.

Accepted by the  
Utah Division of  
Oil, Gas and Mining

**FOR RECORD ONLY**

May 04, 2012

<b>NAME (PLEASE PRINT)</b> Gina Becker	<b>PHONE NUMBER</b> 720 929-6086	<b>TITLE</b> Regulatory Analyst II
<b>SIGNATURE</b> N/A		<b>DATE</b> 5/1/2012

State of Utah - Notification Form

Operator Anadarko Petroleum Rig Name/# Ensign 138  
Submitted By BRAD PEDERSEN Phone Number 435- 828-0982  
Well Name/Number NBU 922-36E1CS  
Qtr/Qtr SW/NW Section 36 Township 9S Range 22E  
Lease Serial Number ML-22650  
API Number 43-047-51621

Casing – Time casing run starts, not cementing times.

- Production Casing  
 Other

Date/Time 4/30/2012 00:00 AM  PM

BOPE

- Initial BOPE test at surface casing point  
 Other

Date/Time \_\_\_\_\_ AM  PM

RECEIVED

MAY 01 2012

Rig Move

Location To: NBU 922-36E4BS

DIV. OF OIL, GAS & MINING

Date/Time 4/30/2012 2:00 AM  PM

Remarks TIME IS ESTIMATED

<b>STATE OF UTAH</b> DEPARTMENT OF NATURAL RESOURCES DIVISION OF OIL, GAS, AND MINING		FORM 9	
<b>SUNDRY NOTICES AND REPORTS ON WELLS</b>			
<p>Do not use this form for proposals to drill new wells, significantly deepen existing wells below current bottom-hole depth, reenter plugged wells, or to drill horizontal laterals. Use APPLICATION FOR PERMIT TO DRILL form for such proposals.</p>			
<b>1. TYPE OF WELL</b> Gas Well			
<b>2. NAME OF OPERATOR:</b> KERR-MCGEE OIL & GAS ONSHORE, L.P.		<b>6. IF INDIAN, ALLOTTEE OR TRIBE NAME:</b>  <b>7. UNIT or CA AGREEMENT NAME:</b> NATURAL BUTTES	
<b>3. ADDRESS OF OPERATOR:</b> P.O. Box 173779 1099 18th Street, Suite 600, Denver, CO, 80217 3779		<b>PHONE NUMBER:</b> 720 929-6555 <b>9. FIELD and POOL or WILDCAT:</b> NATURAL BUTTES	
<b>4. LOCATION OF WELL</b> FOOTAGES AT SURFACE: 1682 FNL 0739 FWL QTR/QTR, SECTION, TOWNSHIP, RANGE, MERIDIAN: Qtr/Qtr: SWNW Section: 36 Township: 09.0S Range: 22.0E Meridian: S		<b>COUNTY:</b> UINTAH  <b>STATE:</b> UTAH	
<b>11. CHECK APPROPRIATE BOXES TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA</b>			
TYPE OF SUBMISSION	TYPE OF ACTION		
<input checked="" type="checkbox"/> NOTICE OF INTENT Approximate date work will start: 4/17/2012	<input type="checkbox"/> ACIDIZE <input checked="" type="checkbox"/> CHANGE TO PREVIOUS PLANS <input type="checkbox"/> CHANGE WELL STATUS <input type="checkbox"/> DEEPEN <input type="checkbox"/> OPERATOR CHANGE <input type="checkbox"/> PRODUCTION START OR RESUME <input type="checkbox"/> REPERFORATE CURRENT FORMATION <input type="checkbox"/> TUBING REPAIR <input type="checkbox"/> WATER SHUTOFF <input type="checkbox"/> WILDCAT WELL DETERMINATION	<input type="checkbox"/> ALTER CASING <input type="checkbox"/> CHANGE TUBING <input type="checkbox"/> COMMINGLE PRODUCING FORMATIONS <input type="checkbox"/> FRACTURE TREAT <input type="checkbox"/> PLUG AND ABANDON <input type="checkbox"/> RECLAMATION OF WELL SITE <input type="checkbox"/> SIDETRACK TO REPAIR WELL <input type="checkbox"/> VENT OR FLARE <input type="checkbox"/> SI TA STATUS EXTENSION <input type="checkbox"/> OTHER	<input type="checkbox"/> CASING REPAIR <input type="checkbox"/> CHANGE WELL NAME <input type="checkbox"/> CONVERT WELL TYPE <input type="checkbox"/> NEW CONSTRUCTION <input type="checkbox"/> PLUG BACK <input type="checkbox"/> RECOMPLETE DIFFERENT FORMATION <input type="checkbox"/> TEMPORARY ABANDON <input type="checkbox"/> WATER DISPOSAL <input type="checkbox"/> APD EXTENSION  OTHER: _____
<input type="checkbox"/> SUBSEQUENT REPORT Date of Work Completion:			
<input type="checkbox"/> SPUD REPORT Date of Spud:			
<input type="checkbox"/> DRILLING REPORT Report Date:			
<b>12. DESCRIBE PROPOSED OR COMPLETED OPERATIONS.</b> Clearly show all pertinent details including dates, depths, volumes, etc. <p>Kerr-McGee respectfully requests authorization to shallow the above captioned well to the Mesaverde formation. All other aspects of the originally approved APD shall remain the same. Please see the attached updated drill plan. Thank you.</p>			
<b>Approved by the</b> <b>Utah Division of</b> <b>Oil, Gas and Mining</b>			
<b>Date:</b> May 09, 2012			
<b>By:</b> <u>Darla K. Duff</u>			
<b>NAME (PLEASE PRINT)</b> Laura Abrams		<b>PHONE NUMBER</b> 720 929-6356	<b>TITLE</b> Regulatory Analyst II
<b>SIGNATURE</b> N/A		<b>DATE</b> 4/17/2012	

**Kerr-McGee Oil & Gas Onshore. L.P.****NBU 922-36E1CS**

Surface:	1682 FNL / 739 FWL	SWNW
BHL:	1903 FNL / 824 FWL	SWNW

Section 36 T9S R22E

Uintah County, Utah  
 Mineral Lease: ML-22650

**ONSHORE ORDER NO. 1****DRILLING PROGRAM**

1. &amp; 2.

**Estimated Tops of Important Geologic Markers:****Estimated Depths of Anticipated Water, Oil, Gas, or Mineral Formations:**

<u>Formation</u>	<u>Depth</u>	<u>Resource</u>
Uinta	0 - Surface	
Green River	1,331'	
Birds Nest	1,634'	Water
Mahogany	2,102'	Water
Wasatch	4,439'	Gas
Mesaverde	6,647'	Gas
Sego	8,913'	Gas
TVD	8,913'	
TD	8,924'	

3. **Pressure Control Equipment** (Schematic Attached)

Please refer to the attached Drilling Program

4. **Proposed Casing & Cementing Program:**

Please refer to the attached Drilling Program

5. **Drilling Fluids Program:**

Please refer to the attached Drilling Program

6. **Evaluation Program:**

Please refer to the attached Drilling Program

**7. Abnormal Conditions:**

Maximum anticipated bottom hole pressure calculated at 8913' TVD, approximately equals  
5,704 psi (0.64 psi/ft = actual bottomhole gradient)

---

Maximum Anticipated Bottom Hole Pressure (MABHP) = Pore Pressure at TD

Maximum anticipated surface pressure equals approximately 3,731 psi (bottom hole pressure minus the pressure of a partially evacuated hole calculated at 0.22 psi/foot, per Onshore Order No. 2).

---

Per Onshore Order No. 2 - Max Anticipated Surf. Press.(MASP) = (Pore Pressure at next csg point-  
(0.22 psi/ft-partial evac gradient x TVD of next csg point))

**8. Anticipated Starting Dates:**

Drilling is planned to commence immediately upon approval of this application.

**9. Variances:**

Please refer to the attached Drilling Program.  
Onshore Order #2 – Air Drilling Variance

Kerr-McGee Oil & Gas Onshore LP (KMG) respectfully requests a variance to several requirements associated with air drilling outlined in Onshore Order 2

- Blowout Prevention Equipment (BOPE) requirements;
- Mud program requirements; and
- Special drilling operation (surface equipment placement) requirements associated with air drilling.

This Standard Operating Practices addendum provides supporting information as to why KMG current air drilling practices for constructing the surface casing hole should be granted a variance to Onshore Order 2 air drilling requirements.

The reader should note that the air rig is used only to construct a stable surface casing hole through a historically difficult lost circulation zone. A conventional rotary rig follows the air rig, and is used to drill and construct the majority of the wellbore.

More notable, KMG has used the air rig layout and procedures outlined below to drill the surface casing hole in approximately 675 wells without incident of blow out or loss of life.

**Background**

In a typical well, KMG utilizes an air rig for drilling the surface casing hole, an interval from the surface to surface casing depths, which varies in depth from 1,700 to 2,800 feet. The air rig drilling operation does not drill through productive or over pressured formations in KMG field, but does penetrate the Uinta and Green River Formations. The purpose of the air drilling operation is to overcome the severe loss circulation zone in the Green River known as the Bird's Nest while creating a stable hole for the surface casing. The surface casing hole is generally drilled to approximately 500 feet below the Bird's Nest.

Before the surface air rig is mobilized, a rathole rig is utilized to set and cement conductor pipe through a competent surface formation. Generally, the conductor is set at 40 feet. In some cases, conductor may be set deeper in areas that the surface formation is not found competent. This rig also drills the rat and mouse holes in preparation for the surface casing and production string drilling operations.

The air rig is then mobilized to drill the surface casing hole by drilling a 12 1/4 inch hole for the first 200 feet, then will drill a 11inch hole to just above the Bird's Nest interval with an air hammer. The hammer is then tripped and replaced with a 11 inch tri-cone bit. The tri-cone bit is used to drill to the surface casing point, approximately 500 feet below the loss circulation zone (Bird's Nest). The 8-5/8 inch surface casing is then run and cemented in place, thereby isolating the lost circulation zone.

KMG fully appreciates Onshore Order 2 well control and safety requirements associated with a typical air drilling operations. However, the requirements of Onshore Order 2 are excessive with respect to the air rig layout and drilling operation procedures that are currently in practice to drill and control the surface casing hole in KMG Fields.

#### **Variance for BOPE Requirements**

The air rig operation utilizes a properly lubricated and maintained air bowl diverter system which diverts the drilling returns to a six-inch blooie line. The air bowl is the only piece of BOPE equipment which is installed during drilling operations and is sufficient to contain the air returns associated with this drilling operation. As was discussed earlier, the drilling of the surface hole does not encounter any over pressured or productive zones, and as a result standard BOPE equipment should not be required. In addition, standard drilling practices do not support the use of BOPE on 40 feet of conductor pipe.

#### **Variance for Mud Material Requirements**

Onshore Order 2 also states that sufficient quantities of mud materials shall be maintained or readily accessible for the purpose of assuring adequate well control. Once again, the surface hole drilling operations does not encounter over pressured or productive intervals, and as a result there is not a need to control pressure in the surface hole with a mud system. Instead of mud, the air rigs utilize water from the reserve pit for well control, if necessary. A skid pump which is located near the reserve pit (see attachment) will supply the water to the well bore.

#### **Variance for Special Drilling Operation (surface equipment placement) Requirements**

Onshore Order 2 requires specific safety distances or setbacks for the placement of associated standard air drilling equipment, wellbore, and reserve pits. The air rigs used to drill the surface holes are not typical of an air rig used to drill a producing hole in other parts of the US. These are smaller in nature and designed to fit a KMG location. The typical air rig layout for drilling surface hole in the field is attached.

Typically the blooie line discharge point is required to be 100 feet from the well bore. In the case of a KMG well, the reserve pit is only 45 feet from the rig and is used for the drill cuttings. The blooie line, which transports the drill cuttings from the well to the reserve pit, subsequently discharges only 45 feet from the well bore.

Typically the air rig compressors are required to be located in the opposite direction from the blooie line and a minimum of 100 feet from the well bore. At the KMG locations, the air rig compressors are approximately 40 feet from the well bore and approximately 60 feet from the blooie line discharge due to the unique air rig design. The air compressors (see attachment) are located on the rig (1250 cfm) and

on a standby trailer (1170 cfm). A booster sits between the two compressors and boosts the output from 350 psi to 2000 psi. The design does put the booster and standby compressor opposite from the blowout line.

Lastly, Onshore Order 2 addresses the need for an automatic igniter or continuous pilot light on the blowout line. The air rig does not utilize an igniter as the surface hole drilling operation does not encounter productive formations.

#### **Variance for FIT Requirements**

KMG also respectfully requests a variance to Onshore Order 2, Section III, Part Bi, for the pressure integrity test (PIT, also known as a formation integrity test (FIT)). This well is not an exploratory well and is being drilled in an area where the formation integrity is well known. Additionally, when an FIT is run with the mud weight as required, the casing shoe frequently breaks down and causes subsequent lost circulation when drilling the entire depth of the well.

#### **Conclusion**

The air rig operating procedures and the attached air rig layout have effectively maintained well control while drilling the surface holes in KMG Fields. KMG respectfully requests a variance from Onshore Order 2 with respect to air drilling well control requirements as discussed above.

**10. Other Information:**

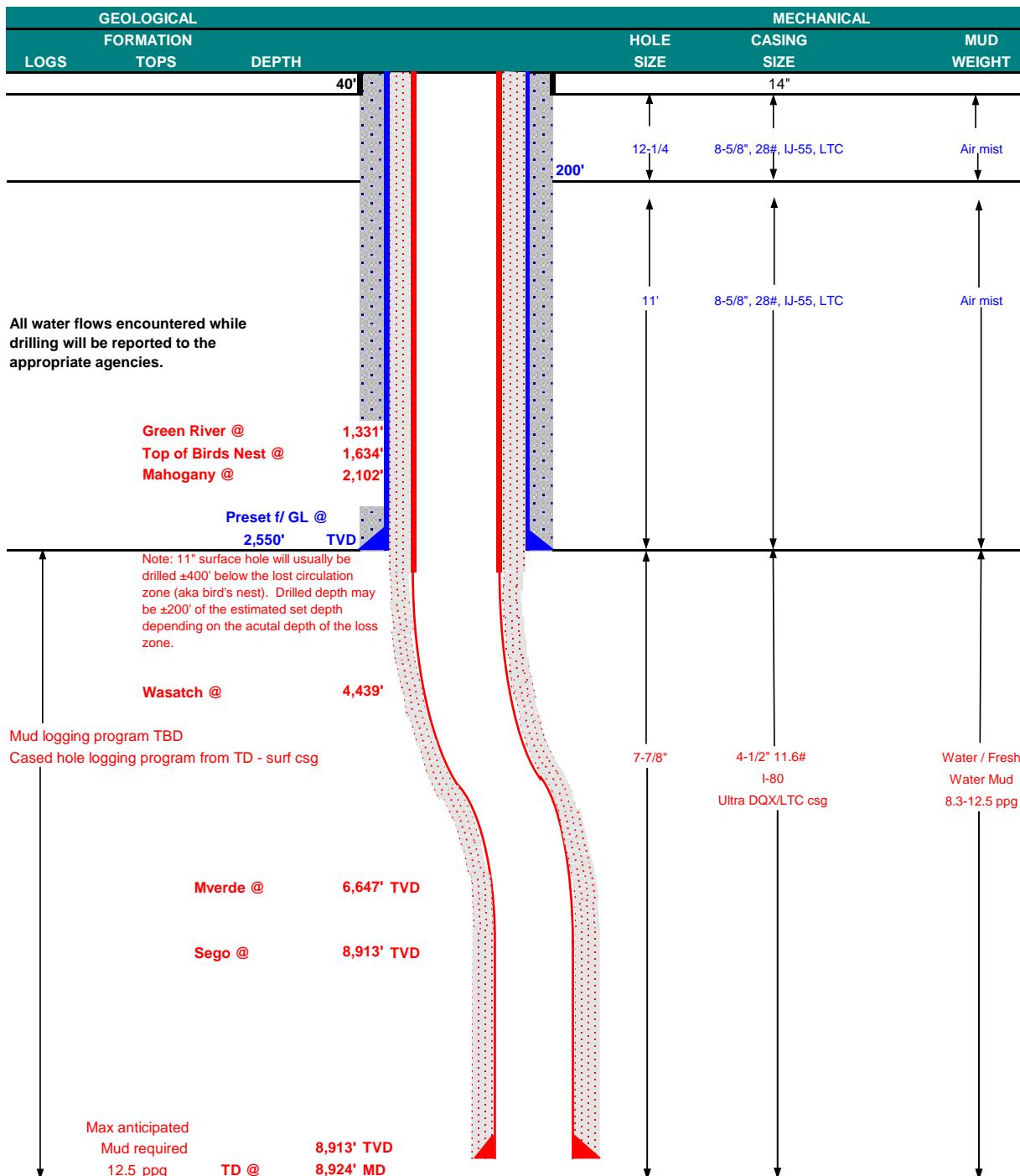
Please refer to the attached Drilling Program.

NBU 922-36E1CS

Drilling Program  
1 of 2

**KERR-MCGEE OIL & GAS ONSHORE LP**  
**DRILLING PROGRAM**

COMPANY NAME	KERR-MCGEE OIL & GAS ONSHORE LP			DATE	April 17, 2012	
WELL NAME	<b>NBU 922-36E1CS</b>			TD	8,913'	TVD
FIELD	Natural Buttes	COUNTY	Uintah	STATE	Utah	FINISHED ELEVATION
SURFACE LOCATION	SWNW	1682 FNL	739 FWL	Sec 36	T 9S	R 22E
	Latitude:	39.995168	Longitude:	-109.395093		NAD 83
BTM HOLE LOCATION	SWNW	1903 FNL	824 FWL	Sec 36	T 9S	R 22E
	Latitude:	39.994562	Longitude:	-109.394788		NAD 83
OBJECTIVE ZONE(S)	Wasatch/Mesaverde					
ADDITIONAL INFO	Regulatory Agencies: UDOGM (Minerals), UDOGM (Surface), UDOGM Tri-County Health Dept.					





**KERR-MCGEE OIL & GAS ONSHORE LP**  
DRILLING PROGRAM

**CASING PROGRAM**

	SIZE	INTERVAL	WT.	GR.	CPLG.	DESIGN FACTORS		
						LTC	DQX	TENSION
						3,390	1,880	348,000
CONDUCTOR	14"	0-40'				3,390	1,880	N/A
SURFACE	8-5/8"	0 to 2,550	28.00	IJ-55	LTC	2.12	1.58	5.57
PRODUCTION	4-1/2"	0 to 5,000	11.60	I-80	DQX	7,780	6,350	223,000
	4-1/2"	5,000 to 8,924'	11.60	I-80	LTC	1.11	6,350	267,035
						7,780	1.10	3.19
						1.11	6.06	267,035

**Surface Casing:**

(Burst Assumptions: TD = 12.5 ppg) 0.73 psi/ft = frac gradient @ surface shoe

Fracture at surface shoe with 0.1 psi/ft gas gradient above

(Collapse Assumption: Fully Evacuated Casing, Max MW) (Tension Assumptions: Air Weight of Casing\*Buoy.Fact. of water)

**Production casing:**

(Burst Assumptions: Pressure test with 8.4ppg @ 7000 psi) 0.64 psi/ft = bottomhole gradient

(Collapse Assumption: Fully Evacuated Casing, Max MW) (Tension Assumptions: Air Weight of Casing\*Buoy.Fact. of water)

**CEMENT PROGRAM**

	FT. OF FILL	DESCRIPTION	SACKS	EXCESS	WEIGHT	YIELD
SURFACE Option 1	LEAD 500'	Premium cmt + 2% CaCl + 0.25 pps flocele	180	60%	15.80	1.15
	TOP OUT CMT (6 jobs) 1,200'	20 gals sodium silicate + Premium cmt + 2% CaCl + 0.25 pps flocele	270	0%	15.80	1.15
SURFACE Option 2	LEAD 2,050'	65/35 Poz + 6% Gel + 10 pps gilsonite + 0.25 pps Flocele + 3% salt BWOW	190	35%	11.00	3.82
	TAIL 500'	Premium cmt + 2% CaCl + 0.25 pps flocele	150	35%	15.80	1.15
PRODUCTION	TOP OUT CMT as required	Premium cmt + 2% CaCl	as req.		15.80	1.15
	LEAD 3,934'	Premium Lite II +0.25 pps celloflake + 5 pps gilsonite + 10% gel + 0.5% extender	310	35%	12.00	3.38
	TAIL 4,990'	50/50 Poz/G + 10% salt + 2% gel + 0.1% R-3	1,180	35%	14.30	1.31

\*Substitute caliper hole volume plus 0% excess for LEAD if accurate caliper is obtained

\*Substitute caliper hole volume plus 10% excess for TAIL if accurate caliper is obtained

**FLOAT EQUIPMENT & CENTRALIZERS**

SURFACE	Guide shoe, 1 jt, insert float. Centralize first 3 joints with bow spring centralizers. Thread lock guide shoe
PRODUCTION	Float shoe, 1 jt, float collar. 15 centralizers for a Mesaverde and 20 for a Blackhawk well. 1 centralizer on the first 3 joints and one every third joint thereafter.

**ADDITIONAL INFORMATION**

Test casing head to 750 psi after installing. Test surface casing to 1,500 psi prior to drilling out.

BOPE: 11" 5M with one annular and 2 rams. The BOPE will be installed before the production hole is drilled and tested to 5,000 psi (annular to 2,500 psi) prior to drilling out the surface casing shoe. Record on chart recorder and tour sheet. Function test rams on each trip. Maintain safety valve and inside BOP on rig floor at all times. Most rigs have top drives; however, if used, the Kelly is to be equipped with upper and lower kelly valves.

Surveys will be taken at 1,000' minimum intervals.

Most rigs have PVT System for mud monitoring. If no PVT is available, visual monitoring will be utilized.

**DRILLING ENGINEER:**

Nick Spence / Danny Showers / Chad Loesel

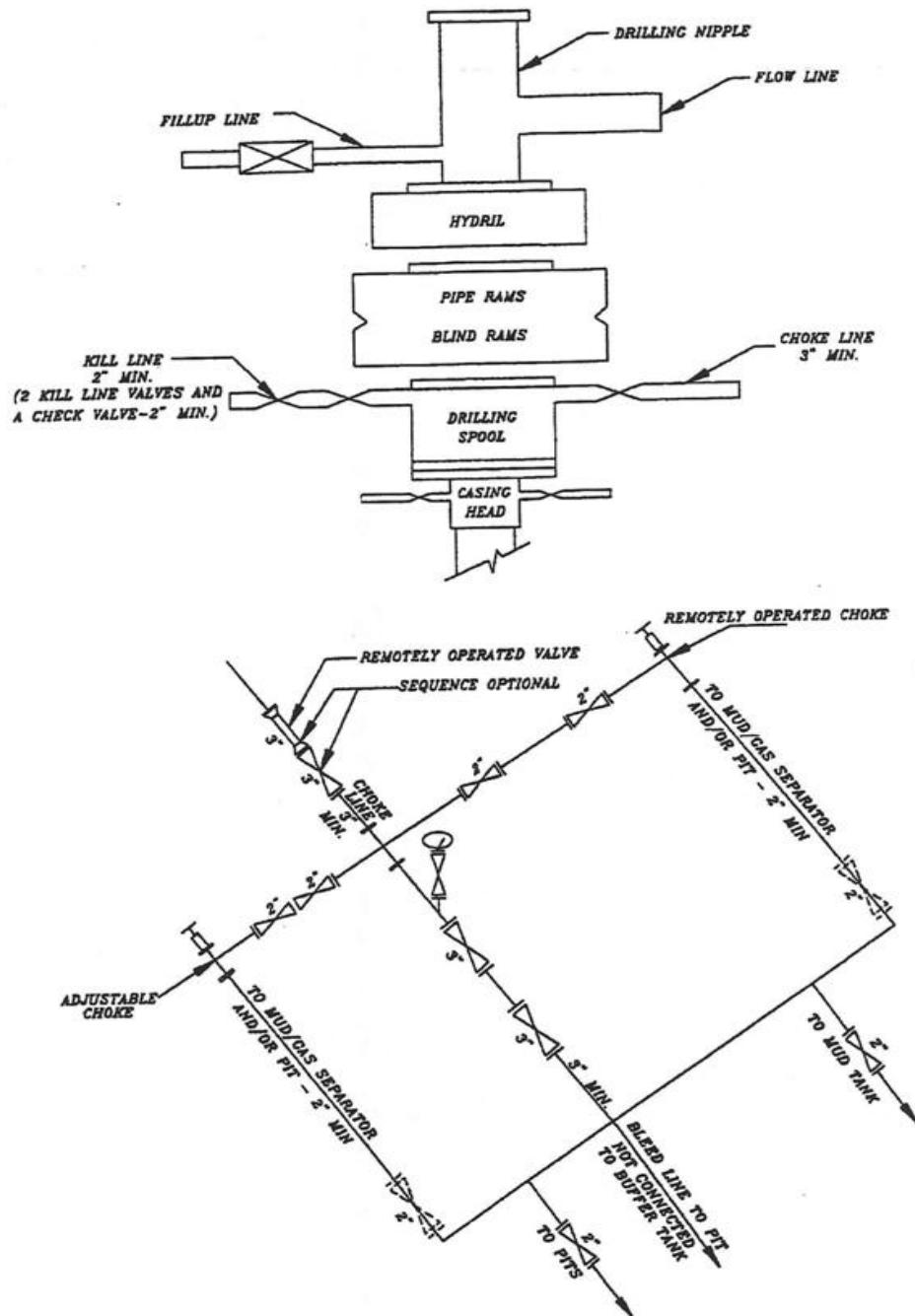
DATE: \_\_\_\_\_

**DRILLING SUPERINTENDENT:**

Kenny Gathings / Lovel Young

DATE: \_\_\_\_\_

**EXHIBIT A**  
**NBU 922-36E1CS**



**SCHEMATIC DIAGRAM OF 5,000 PSI BOP STACK**

<b>STATE OF UTAH</b> DEPARTMENT OF NATURAL RESOURCES DIVISION OF OIL, GAS, AND MINING		FORM 9
<b>SUNDRY NOTICES AND REPORTS ON WELLS</b>		
Do not use this form for proposals to drill new wells, significantly deepen existing wells below current bottom-hole depth, reenter plugged wells, or to drill horizontal laterals. Use APPLICATION FOR PERMIT TO DRILL form for such proposals.		
1. TYPE OF WELL Gas Well		5. LEASE DESIGNATION AND SERIAL NUMBER: ML-22650
2. NAME OF OPERATOR: KERR-MCGEE OIL & GAS ONSHORE, L.P.		6. IF INDIAN, ALLOTTEE OR TRIBE NAME:
3. ADDRESS OF OPERATOR: P.O. Box 173779 1099 18th Street, Suite 600, Denver, CO, 80217 3779		7. UNIT or CA AGREEMENT NAME: NATURAL BUTTES
4. LOCATION OF WELL FOOTAGES AT SURFACE: 1682 FNL 0739 FWL QTR/QTR, SECTION, TOWNSHIP, RANGE, MERIDIAN: Qtr/Qtr: SWNW Section: 36 Township: 09.0S Range: 22.0E Meridian: S		8. WELL NAME and NUMBER: NBU 922-36E1CS
		9. API NUMBER: 43047516210000
		9. FIELD and POOL or WILDCAT: NATURAL BUTTES
		10. COUNTY: UINTAH
		11. STATE: UTAH
11. CHECK APPROPRIATE BOXES TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA		
TYPE OF SUBMISSION	TYPE OF ACTION	
<input checked="" type="checkbox"/> NOTICE OF INTENT Approximate date work will start: <b>6/20/2012</b>	<input type="checkbox"/> ACIDIZE <input type="checkbox"/> CHANGE TO PREVIOUS PLANS <input type="checkbox"/> CHANGE WELL STATUS <input type="checkbox"/> DEEPEN <input type="checkbox"/> OPERATOR CHANGE <input type="checkbox"/> PRODUCTION START OR RESUME <input type="checkbox"/> REPERFORATE CURRENT FORMATION <input type="checkbox"/> TUBING REPAIR <input type="checkbox"/> WATER SHUTOFF <input type="checkbox"/> WILDCAT WELL DETERMINATION	<input type="checkbox"/> ALTER CASING <input type="checkbox"/> CHANGE TUBING <input type="checkbox"/> COMMINGLE PRODUCING FORMATIONS <input type="checkbox"/> FRACTURE TREAT <input type="checkbox"/> PLUG AND ABANDON <input type="checkbox"/> RECLAMATION OF WELL SITE <input type="checkbox"/> SIDETRACK TO REPAIR WELL <input type="checkbox"/> VENT OR FLARE <input type="checkbox"/> SI TA STATUS EXTENSION <input checked="" type="checkbox"/> OTHER
<input type="checkbox"/> SUBSEQUENT REPORT Date of Work Completion:	<input type="checkbox"/> Casing Repair <input type="checkbox"/> Change Well Name <input type="checkbox"/> Convert Well Type <input type="checkbox"/> New Construction <input type="checkbox"/> Plug Back <input type="checkbox"/> Recomplete Different Formation <input type="checkbox"/> Temporary Abandon <input type="checkbox"/> Water Disposal <input type="checkbox"/> APD Extension	
<input type="checkbox"/> SPUD REPORT Date of Spud:		
<input type="checkbox"/> DRILLING REPORT Report Date:	OTHER: <input type="text" value="Cement Squeeze"/>	
12. DESCRIBE PROPOSED OR COMPLETED OPERATIONS. Clearly show all pertinent details including dates, depths, volumes, etc.		
Anadarko is requesting sundry approval for the attached completion procedure. The well has been fracture stimulated but needs to be followed by a remedial cement squeeze. The NBU 922-36E1CS well has been identified as requiring remediation and is currently being monitored and handled by our bradenhead best management practices.		
<b>Approved by the Utah Division of Oil, Gas and Mining</b> <b>Date:</b> <u>June 25, 2012</u> <b>By:</b> <u>Dar K. Dunt</u>		
NAME (PLEASE PRINT) Cara Mahler	PHONE NUMBER 720 929-6029	TITLE Regulatory Analyst I
SIGNATURE N/A	DATE 6/20/2012	

# Greater Natural Buttes Unit



## NBU 922-36E1CS CEMENT SQUEEZE PROCEDURE

**DATE:** 6/20/2012  
**AFE#:** 2049849  
**API#:** 4304751621

**COMPLETIONS ENGINEER:** James Page, Denver, CO  
(720) 929-6747 (Office)  
(303) 501-2731 (Cell)

**SIGNATURE:**

**ENGINEERING MANAGER:** JEFF DUFRESNE

**SIGNATURE:**

**REMEMBER SAFETY FIRST!**

**Name:** NBU 922-36E1CS  
**Location:** SW NE SW NW Sec 36 T9S R22E  
**LAT:** 39.995168      **LONG:** -109.395093      **COORDINATE:** NAD83 (*Surface Location*)  
**Uintah County, UT**  
**Date:** 6/20/2012

**ELEVATIONS:**      5111' GL      5125' KB      *Frac Registry TVD:* 8893'

**TOTAL DEPTH:** 8915'      **PBTM:** 8861'  
**SURFACE CASING:** 8 5/8", 28# J-55 LT&C @ 2567'  
**PRODUCTION CASING:** 4 1/2", 11.6#, I-80 DQX @ 5023'  
                          4 1/2", 11.6#, I-80 LTC @ 5023-8907'  
                          Marker Joint **4988-5008 & 6588-6609'**

**TUBULAR PROPERTIES:**

	BURST (psi)	COLLAPSE (psi)	DRIFT DIA. (in.)	CAPACITIES	
				(bbl/ft)	(gal/ft)
2 3/8" 4.7# J-55 tbg	7,700	8,100	1.901"	0.00387	0.1624
4 1/2" 11.6# I-80 (See above)	7780	6350	3.875"	0.0155	0.6528
2 3/8" by 4 1/2" Annulus				0.0101	0.4227

**TOPS:**

1339' Green River Top  
1635' Bird's Nest Top  
2001' Mahogany Top  
4465' Wasatch Top  
6623' Mesaverde Top

**BOTTOMS:**

6623' Wasatch Bottom  
8915' Mesaverde Bottom (TD)

**T.O.C. @ 580'**

**GENERAL:**

- All perforation depths are from Baker's Induction-Density-Neutron log dated 04/29/2012
- Hydraulic isolation estimated at **5132'** based upon from Schlumberger's cbl dated 5/30/12 . Requires Cement Remediation
- Well was originally completed on 6/19/2012
- 8000 psi CBP at~6796'.
- Maximum surface pressure **2500 psi**. Inform engineering if cement pumping pressure > 600psi.

**PROCEDURE:**

1. NU and Test BOPs. Pressure test casing to 1000 and 3500 psi for 15 minutes each.
2. RIH and perf the following 3-3/8" gun, 23 gm, 0.36" hole:  
From      To      spf      # of shots  
2579      2580      6      6  
*\*\*Location picked off CBL; See Below*
3. Establish injection rate into perforations
4. Monitor annulus between surface casing and 4-1/2" casing for communication. Based on communication results; perform desired cement squeeze.
5. RIH set CICR at ~2560'.
6. R/U cement company and pump recommended cement job into perforations based on injection rate and pressure. PUH w/stinger and cap with CICR with cement. Reverse circulate clean. WOC for a minimum 12 hours prior to drill out.
7. POOH. TIH with 3 7/8" bit, pump off sub, SN and tubing. D-O CICR and cement to ~2700'. Pressure test casing and perforations to 1000 psi for 10 minutes. Also verify that there is no gas flow or pressure building up on the surface casing. Contact engineer if there is a test failure.
8. Drill plugs and clean out to PBTD. Shear off bit and land tubing at ±8427' unless indicated otherwise by the well's behavior.
9. Clean out well with foam and/or swabbing unit until steady flow has been established from completion.
10. **Leave surface casing valve open.** Monitor and report any flow from surface casing. RDMO

**For design questions, please call**

**James Page, Denver, CO**  
**(720) 929-6747 (Office)**  
**(303) 501-2731 (Cell)**

**For field implementation questions, please call**

**Jeff Samuels, Vernal, UT**  
**(435) 781-7046 (Office)**

**NOTES:**

**Verify that the Braden head valve is locked OPEN.**

Key Contact information

Production Engineer

Brad Laney: 435/781-7031, 435/828-5469

Blair Corbett: 435/781-9714, 435/322-0119

Ben Smiley: 435/781-7010, 936/524-4231

Completion Supervisor Foreman

Jeff Samuels: 435-828-6515, 435-781-7046

Completion Manager

Jeff Dufresne: 720-929-6281, 303-241-8428

Vernal Main Office

435-789-3342

Emergency Contact Information—Call 911

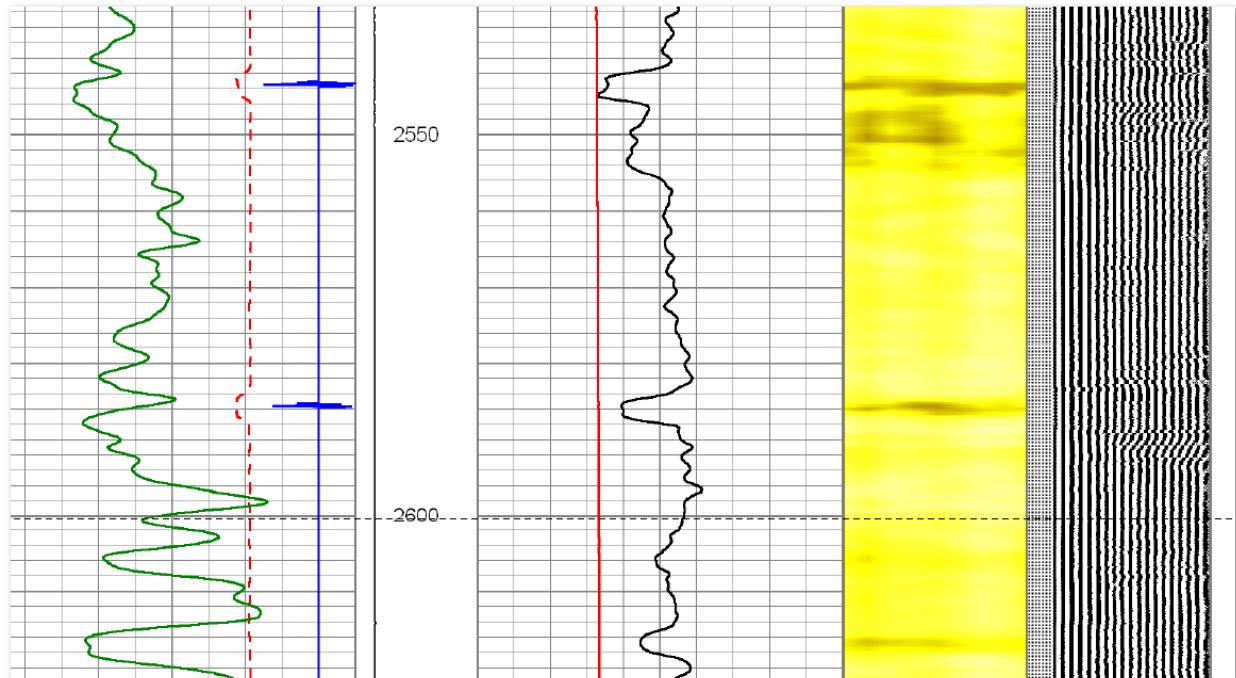
Vernal Regional Hospital Emergency: 435-789-3342

Police: (435) 789-5835

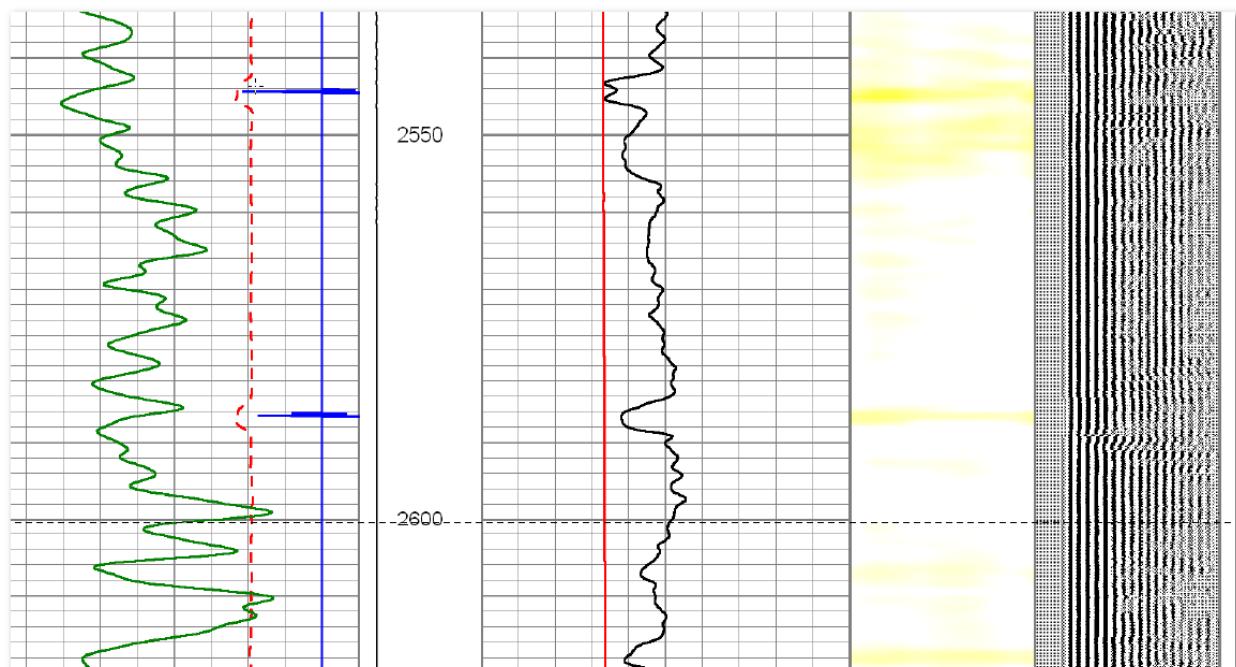
Fire: 435-789-4222

**Perf and Squeeze 2579-2580'**

NBU 922-36E1CS - CBL 5/320/2012 – Run @ 0 PSI.



NBU 922-36E1CS - CBL 6/8/2012 – Run @ 1500 PSI.



**Name** NBU 922-36E1CS  
**Perforation and CBP Summary**

<b>Stage</b>	<b>Zones</b>	<b>Perforations</b>		<b>SPF</b>	<b>Holes</b>		<b>Fracture Coverage</b>	
		<b>Top, ft</b>	<b>Bottom, ft</b>					
1	MESAVERDE	8623	8624	4	4		8620.5	to 8627.5
	MESAVERDE	8638	8639	4	4		8635.5	to 8645.5
	MESAVERDE	8791	8792	4	4		8789.5	to 8796.5
	MESAVERDE	8823	8824	4	4		8820	to 8831
	MESAVERDE	8847	8849	4	8		8846	to 8864.5
	MESAVERDE							
	MESAVERDE							
	# of Perfs/stage				24		CBP DEPTH	8,595
2	MESAVERDE	8457	8458	4	4		8453	to 8462
	MESAVERDE	8467	8468	4	4		8464.5	to 8469
	MESAVERDE	8496	8497	4	4		8494	to 8502
	MESAVERDE	8515	8516	4	4		8510	to 8523
	MESAVERDE	8553	8554	4	4		8548	to 8556
	MESAVERDE	8564	8565	4	4		8562	to 8573
	MESAVERDE							
	MESAVERDE							
	# of Perfs/stage				24		CBP DEPTH	8,440
3	MESAVERDE	8318	8320	4	8		8312	to 8323
	MESAVERDE	8370	8371	4	4		8369.5	to 8372
	MESAVERDE	8388	8390	4	8		8379.5	to 8396
	MESAVERDE	8409	8410	4	4		8403.5	to 8411
	MESAVERDE							
	MESAVERDE							
	MESAVERDE							
	MESAVERDE							
	# of Perfs/stage				24		CBP DEPTH	8,292
4	MESAVERDE	8055	8056	3	3		8053.5	to 8057.5
	MESAVERDE	8085	8086	3	3		8081.5	to 8092.5
	MESAVERDE	8130	8132	3	6		8108	to 8141
	MESAVERDE	8166	8167	3	3		8162.5	to 8169.5
	MESAVERDE	8193	8194	3	3		8189	to 8195
	MESAVERDE	8225	8226	3	3		8223.5	to 8227.5
	MESAVERDE	8261	8262	3	3		8259	to 8265.5
	MESAVERDE							
	MESAVERDE							
	# of Perfs/stage				24		CBP DEPTH	8,036
5	MESAVERDE	7809	7810	4	4		7799.5	to 7814
	MESAVERDE	7973	7974	4	4		7972.5	to 7976
	MESAVERDE	7983	7984	4	4		7983.5	to 7986.5
	MESAVERDE	8003	8006	4	12		7998	to 8019
	MESAVERDE							
	MESAVERDE							
	MESAVERDE							
	MESAVERDE							
	# of Perfs/stage				24		CBP DEPTH	7,748
6	MESAVERDE	7524	7525	4	4		7520	to 7534.5
	MESAVERDE	7625	7626	4	4		7622	to 7627.5
	MESAVERDE	7635	7636	4	4		7632.5	to 7637.5
	MESAVERDE	7662	7663	4	4		7660.5	to 7671.5
	MESAVERDE	7716	7718	4	8		7700	to 7733.5
	MESAVERDE							
	MESAVERDE							
	MESAVERDE							
	MESAVERDE							
	# of Perfs/stage				24		CBP DEPTH	7,504
7	MESAVERDE	7249	7250	3	3		7244	to 7256
	MESAVERDE	7301	7302	3	3		7300	to 7307.5
	MESAVERDE	7336	7337	3	3		7333	to 7344
	MESAVERDE	7365	7366	3	3		7351	to 7381
	MESAVERDE	7409	7410	3	3		7409	to 7412
	MESAVERDE	7415	7416	3	3		7414.5	to 7417
	MESAVERDE	7472	7474	3	6		7466.5	to 7486
	MESAVERDE							
	MESAVERDE							
	MESAVERDE							
	# of Perfs/stage				24		CBP DEPTH	7,223
8	MESAVERDE	7017	7018	4	4		7016	to 7021.5
	MESAVERDE	7083	7084	4	4		7076	to 7091.5
	MESAVERDE	7097	7098	4	4		7094.5	to 7101
	MESAVERDE	7125	7126	4	4		7120	to 7134
	MESAVERDE	7191	7193	4	8		7166.5	to 7200
	MESAVERDE							
	MESAVERDE							
	MESAVERDE							
	# of Perfs/stage				24		CBP DEPTH	6,984
9	MESAVERDE	6846	6847	4	4		6820	to 6853.5
	MESAVERDE	6859	6860	4	4		6856	to 6862
	MESAVERDE	6916	6917	4	4		6915	to 6918
	MESAVERDE	6936	6938	4	8		6921.5	to 6947.5
	MESAVERDE	6953	6954	4	4		6952.5	to 6955
	MESAVERDE							
	MESAVERDE							
	MESAVERDE							
	# of Perfs/stage				24		CBP DEPTH	6,796
	Totals	Total			216		Total	

**STATE OF UTAH**  
 DEPARTMENT OF NATURAL RESOURCES  
 DIVISION OF OIL, GAS, AND MINING

**SUNDRY NOTICES AND REPORTS ON WELLS**

Do not use this form for proposals to drill new wells, significantly deepen existing wells below current bottom-hole depth, reenter plugged wells, or to drill horizontal laterals. Use APPLICATION FOR PERMIT TO DRILL form for such proposals.

**1. TYPE OF WELL**

Gas Well

**2. NAME OF OPERATOR:**

KERR-MCGEE OIL &amp; GAS ONSHORE, L.P.

**3. ADDRESS OF OPERATOR:**

P.O. Box 173779 1099 18th Street, Suite 600, Denver, CO, 80217 3779

**PHONE NUMBER:**

720 929-6

**9. FIELD and POOL or WILDCAT:**

NATURAL BUTTES

**4. LOCATION OF WELL****FOOTAGES AT SURFACE:**

1682 FNL 0739 FWL

**QTR/QTR, SECTION, TOWNSHIP, RANGE, MERIDIAN:**

Qtr/Qtr: SWNW Section: 36 Township: 09.0S Range: 22.0E Meridian: S

**COUNTY:**

UINTAH

**STATE:**

UTAH

11.

CHECK APPROPRIATE BOXES TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

TYPE OF SUBMISSION	TYPE OF ACTION		
<input type="checkbox"/> NOTICE OF INTENT Approximate date work will start:	<input type="checkbox"/> ACIDIZE	<input type="checkbox"/> ALTER CASING	<input type="checkbox"/> CASING REPAIR
<input type="checkbox"/> SUBSEQUENT REPORT Date of Work Completion:	<input type="checkbox"/> CHANGE TO PREVIOUS PLANS	<input type="checkbox"/> CHANGE TUBING	<input type="checkbox"/> CHANGE WELL NAME
<input type="checkbox"/> SPUD REPORT Date of Spud:	<input type="checkbox"/> CHANGE WELL STATUS	<input type="checkbox"/> COMMINGLE PRODUCING FORMATIONS	<input type="checkbox"/> CONVERT WELL TYPE
<input checked="" type="checkbox"/> DRILLING REPORT Report Date: 8/2/2012	<input type="checkbox"/> DEEPEN	<input type="checkbox"/> FRACTURE TREAT	<input type="checkbox"/> NEW CONSTRUCTION
	<input type="checkbox"/> OPERATOR CHANGE	<input type="checkbox"/> PLUG AND ABANDON	<input type="checkbox"/> PLUG BACK
	<input type="checkbox"/> PRODUCTION START OR RESUME	<input type="checkbox"/> RECLAMATION OF WELL SITE	<input type="checkbox"/> RECOMPLETE DIFFERENT FORMATION
	<input type="checkbox"/> REPERFORATE CURRENT FORMATION	<input type="checkbox"/> SIDETRACK TO REPAIR WELL	<input type="checkbox"/> TEMPORARY ABANDON
	<input type="checkbox"/> TUBING REPAIR	<input type="checkbox"/> VENT OR FLARE	<input type="checkbox"/> WATER DISPOSAL
	<input type="checkbox"/> WATER SHUTOFF	<input type="checkbox"/> SI TA STATUS EXTENSION	<input type="checkbox"/> APD EXTENSION
	<input type="checkbox"/> WILDCAT WELL DETERMINATION	<input type="checkbox"/> OTHER	OTHER: <input type="text"/>

## 12. DESCRIBE PROPOSED OR COMPLETED OPERATIONS. Clearly show all pertinent details including dates, depths, volumes, etc.

Well was completed, finishing well completion report.

Accepted by the  
 Utah Division of  
 Oil, Gas and Mining

**FOR RECORD ONLY**

August 08, 2012

NAME (PLEASE PRINT) Jaime Scharnowske	PHONE NUMBER 720 929-6304	TITLE Regulatory Analyst
SIGNATURE N/A	DATE 8/2/2012	

**STATE OF UTAH**  
 DEPARTMENT OF NATURAL RESOURCES  
 DIVISION OF OIL, GAS, AND MINING

**SUNDRY NOTICES AND REPORTS ON WELLS**

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**1. TYPE OF WELL**

Gas Well

**2. NAME OF OPERATOR:**

KERR-MCGEE OIL &amp; GAS ONSHORE, L.P.

**3. ADDRESS OF OPERATOR:**

P.O. Box 173779 1099 18th Street, Suite 600, Denver, CO, 80217 3779

**PHONE NUMBER:**

720 929-6

**9. FIELD and POOL or WILDCAT:**

NATURAL BUTTES

**4. LOCATION OF WELL****FOOTAGES AT SURFACE:**

1682 FNL 0739 FWL

**QTR/QTR, SECTION, TOWNSHIP, RANGE, MERIDIAN:**

Qtr/Qtr: SWNW Section: 36 Township: 09.0S Range: 22.0E Meridian: S

**COUNTY:**

UINTAH

**STATE:**

UTAH

**11.**

CHECK APPROPRIATE BOXES TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

<b>TYPE OF SUBMISSION</b>	<b>TYPE OF ACTION</b>		
<input type="checkbox"/> NOTICE OF INTENT Approximate date work will start:	<input type="checkbox"/> ACIDIZE <input type="checkbox"/> CHANGE TO PREVIOUS PLANS <input type="checkbox"/> CHANGE WELL STATUS <input type="checkbox"/> DEEPEN <input checked="" type="checkbox"/> PRODUCTION START OR RESUME <input type="checkbox"/> REPERFORATE CURRENT FORMATION <input type="checkbox"/> TUBING REPAIR <input type="checkbox"/> WATER SHUTOFF <input type="checkbox"/> WILDCAT WELL DETERMINATION	<input type="checkbox"/> ALTER CASING <input type="checkbox"/> CHANGE TUBING <input type="checkbox"/> COMMINGLE PRODUCING FORMATIONS <input type="checkbox"/> FRACTURE TREAT <input type="checkbox"/> PLUG AND ABANDON <input type="checkbox"/> RECLAMATION OF WELL SITE <input type="checkbox"/> SIDETRACK TO REPAIR WELL <input type="checkbox"/> VENT OR FLARE <input type="checkbox"/> SI TA STATUS EXTENSION <input type="checkbox"/> OTHER	<input type="checkbox"/> CASING REPAIR <input type="checkbox"/> CHANGE WELL NAME <input type="checkbox"/> CONVERT WELL TYPE <input type="checkbox"/> NEW CONSTRUCTION <input type="checkbox"/> PLUG BACK <input type="checkbox"/> RECOMPLETE DIFFERENT FORMATION <input type="checkbox"/> TEMPORARY ABANDON <input type="checkbox"/> WATER DISPOSAL <input type="checkbox"/> APD EXTENSION  OTHER: <input type="text"/>
<input type="checkbox"/> SUBSEQUENT REPORT Date of Work Completion:			
<input type="checkbox"/> SPUD REPORT Date of Spud:			
<input checked="" type="checkbox"/> DRILLING REPORT Report Date: 6/29/2012			

**12. DESCRIBE PROPOSED OR COMPLETED OPERATIONS.** Clearly show all pertinent details including dates, depths, volumes, etc.

THE SUBJECT WELL WAS PLACED ON PRODUCTION ON 6/29/2012. THE CHRONOLOGICAL WELL HISTORY WILL BE SUBMITTED WITH THE WELL COMPLETION REPORT.

Accepted by the  
Utah Division of  
Oil, Gas and Mining

**FOR RECORD ONLY**

August 16, 2012

<b>NAME (PLEASE PRINT)</b> Cara Mahler	<b>PHONE NUMBER</b> 720 929-6029	<b>TITLE</b> Regulatory Analyst I
<b>SIGNATURE</b> N/A		<b>DATE</b> 8/15/2012

STATE OF UTAH  
DEPARTMENT OF NATURAL RESOURCES  
DIVISION OF OIL, GAS AND MINING

AMENDED REPORT   
(highlight changes)

FORM 8

**WELL COMPLETION OR RECOMPLETION REPORT AND LOG**

1a. TYPE OF WELL:	OIL WELL <input type="checkbox"/>	GAS WELL <input checked="" type="checkbox"/>	DRY <input type="checkbox"/>	OTHER _____	7. UNIT or CA AGREEMENT NAME <b>UTU63047A</b>					
b. TYPE OF WORK:	NEW WELL <input checked="" type="checkbox"/>	HORIZ. LATS. <input type="checkbox"/>	DEEP-EN <input type="checkbox"/>	RE-ENTRY <input type="checkbox"/>	DIFF. RESVR. <input type="checkbox"/>	OTHER _____	8. WELL NAME and NUMBER: <b>NBU 922-36E1CS</b>			
2. NAME OF OPERATOR:	<b>KERR MC GEE OIL &amp; GAS ONSHORE, L.P.</b>						9. API NUMBER: <b>4304751621</b>			
3. ADDRESS OF OPERATOR:	P.O.BOX 173779	CITY DENVER	STATE CO	ZIP 80217	PHONE NUMBER: <b>(720) 929-6000</b>	10 FIELD AND POOL, OR WILDCAT <b>NATURAL BUTTES</b>				
4. LOCATION OF WELL (FOOTAGES)	AT SURFACE: SWNW 1682 FNL 739 FEL S36,T9S,R22E						11. QTR/QTR, SECTION, TOWNSHIP, RANGE, MERIDIAN: <b>SWNW 36 9S 22E S</b>			
	AT TOP PRODUCING INTERVAL REPORTED BELOW: SWNW 1896 FNL 854 FEL S36,T9S,R22E									
	AT TOTAL DEPTH: SWNW 1905 FNL 881 FEL S36,T9S,R22E <i>BHL by HSM</i>						12. COUNTY <b>UINTAH</b> 13. STATE <b>UTAH</b>			
14. DATE SPUDDED:	2/28/2012	15. DATE T.D. REACHED:	4/29/2012	16. DATE COMPLETED:	6/29/2012	ABANDONED <input type="checkbox"/>	READY TO PRODUCE <input checked="" type="checkbox"/>	17. ELEVATIONS (DF, RKB, RT, GL): <b>5111 GL</b>		
18. TOTAL DEPTH: MD	8,915	19. PLUG BACK T.D.: MD	8,861	20. IF MULTIPLE COMPLETIONS, HOW MANY? *		21. DEPTH BRIDGE MD PLUG SET: TVD				
TVD	8,903		TVD 8,849							
22. TYPE ELECTRIC AND OTHER MECHANICAL LOGS RUN (Submit copy of each) <b>BHP-HDIL/ZDL/CNGR-CBL/GR/CCL/TEMP</b>					23.	NO <input checked="" type="checkbox"/>	YES <input type="checkbox"/>	(Submit analysis)		
					WAS WELL CORED?	NO <input checked="" type="checkbox"/>	YES <input type="checkbox"/>	(Submit report)		
					WAS DST RUN?	NO <input checked="" type="checkbox"/>	YES <input type="checkbox"/>	(Submit copy)		
					DIRECTIONAL SURVEY?	NO <input type="checkbox"/>	YES <input checked="" type="checkbox"/>	(Submit copy)		
24. CASING AND LINER RECORD (Report all strings set in well)										
HOLE SIZE	SIZE/GRADE	WEIGHT (#/ft.)	TOP (MD)	BOTTOM (MD)	STAGE CEMENTER DEPTH	CEMENT TYPE & NO. OF SACKS	SLURRY VOLUME (BBL)	CEMENT TOP **	AMOUNT PULLED	
20"	14" STL	36.7#	0	40		28				
11"	8 5/8" J-55	28#	0	2,567		815		0		
7 7/8"	4 1/2" I-80	11.6#	0	8,907		1,648		580		
25. TUBING RECORD										
SIZE	DEPTH SET (MD)	PACKER SET (MD)	SIZE	DEPTH SET (MD)	PACKER SET (MD)	SIZE	DEPTH SET (MD)	PACKER SET (MD)		
2 3/8"	8,418									
26. PRODUCING INTERVALS					27. PERFORATION RECORD					
FORMATION NAME	TOP (MD)	BOTTOM (MD)	TOP (TVD)	BOTTOM (TVD)	INTERVAL (Top/Bot - MD)	SIZE	NO. HOLES	PERFORATION STATUS		
(A) MESAVERDE	6,846	8,849			6,846	8,849	0.36	216	Open <input checked="" type="checkbox"/> Squeezed <input type="checkbox"/>	
(B)									Open <input type="checkbox"/> Squeezed <input type="checkbox"/>	
(C)									Open <input type="checkbox"/> Squeezed <input type="checkbox"/>	
(D)									Open <input type="checkbox"/> Squeezed <input type="checkbox"/>	
28. ACID, FRACTURE, TREATMENT, CEMENT SQUEEZE, ETC.										
DEPTH INTERVAL		AMOUNT AND TYPE OF MATERIAL								
6846-8849		PUMP 8118 BBLS SLICK H2O & 156,711 LBS 30/50 OTTAWA SAND								
		9 STAGES								
29. ENCLOSED ATTACHMENTS:									30. WELL STATUS:	
<input type="checkbox"/> ELECTRICAL/MECHANICAL LOGS <input type="checkbox"/> SUNDAY NOTICE FOR PLUGGING AND CEMENT VERIFICATION				<input type="checkbox"/> GEOLOGIC REPORT <input type="checkbox"/> CORE ANALYSIS				<input type="checkbox"/> DST REPORT <input type="checkbox"/> OTHER: _____		<input checked="" type="checkbox"/> DIRECTIONAL SURVEY
									PROD	
									RECEIVED	

## 31. INITIAL PRODUCTION

INTERVAL A (As shown in Item #26)									PROD. METHOD:	
DATE FIRST PRODUCED:		TEST DATE:		HOURS TESTED:		TEST PRODUCTION RATES:		OIL - BBL:	GAS - MCF:	WATER - BBL:
CHOKE SIZE:	TBG. PRESS.	CSG. PRESS.	API GRAVITY	BTU - GAS	GAS/OIL RATIO	24 HR PRODUCTION RATES:	OIL - BBL:	GAS - MCF:	WATER - BBL:	INTERVAL STATUS:
6/29/2012	6/30/2012	24	0	2,362	495	FLUG	0	2,362	495	PROD

## INTERVAL B (As shown in Item #26)

INTERVAL B (As shown in Item #26)									PROD. METHOD:	
DATE FIRST PRODUCED:		TEST DATE:		HOURS TESTED:		TEST PRODUCTION RATES:		OIL - BBL:	GAS - MCF:	WATER - BBL:
CHOKE SIZE:	TBG. PRESS.	CSG. PRESS.	API GRAVITY	BTU - GAS	GAS/OIL RATIO	24 HR PRODUCTION RATES:	OIL - BBL:	GAS - MCF:	WATER - BBL:	INTERVAL STATUS:

## INTERVAL C (As shown in Item #26)

INTERVAL C (As shown in Item #26)									PROD. METHOD:	
DATE FIRST PRODUCED:		TEST DATE:		HOURS TESTED:		TEST PRODUCTION RATES:		OIL - BBL:	GAS - MCF:	WATER - BBL:
CHOKE SIZE:	TBG. PRESS.	CSG. PRESS.	API GRAVITY	BTU - GAS	GAS/OIL RATIO	24 HR PRODUCTION RATES:	OIL - BBL:	GAS - MCF:	WATER - BBL:	INTERVAL STATUS:

## INTERVAL D (As shown in Item #26)

INTERVAL D (As shown in Item #26)									PROD. METHOD:	
DATE FIRST PRODUCED:		TEST DATE:		HOURS TESTED:		TEST PRODUCTION RATES:		OIL - BBL:	GAS - MCF:	WATER - BBL:
CHOKE SIZE:	TBG. PRESS.	CSG. PRESS.	API GRAVITY	BTU - GAS	GAS/OIL RATIO	24 HR PRODUCTION RATES:	OIL - BBL:	GAS - MCF:	WATER - BBL:	INTERVAL STATUS:

## 32. DISPOSITION OF GAS (Sold, Used for Fuel, Vented, Etc.)

## 33. SUMMARY OF POROUS ZONES (Include Aquifers):

Show all important zones of porosity and contents thereof: Cored intervals and all drill-stem tests, including depth interval tested, cushion used, time tool open, flowing and shut-in pressures and recoveries.

## 34. FORMATION (Log) MARKERS:

Formation	Top (MD)	Bottom (MD)	Descriptions, Contents, etc.	Name	Top (Measured Depth)
				GREEN RIVER BIRD'S NEST MAHOGANY WASATCH MESAVERDE	1,339 1,635 2,001 4,465 6,623

## 35. ADDITIONAL REMARKS (Include plugging procedure)

The first 210' of the surface hole was drilled with a 12 1/4" bit. The remainder of surface hole was drilled with an 11" bit. DQX csg was run from surface to 5023'; LTC csg was run from 5023' to 8907'. Attached is the chronological well history, perforation report & final survey. Performed cement squeeze procedure as per NOI approved June 25, 2012.

## 36. I hereby certify that the foregoing and attached information is complete and correct as determined from all available records.

NAME (PLEASE PRINT) CARA MAHLER TITLE REGULATORY ANALYST  
 SIGNATURE  DATE 8/16/2012

This report must be submitted within 30 days of

- completing or plugging a new well
- drilling horizontal laterals from an existing well bore
- recompleting to a different producing formation
- reentering a previously plugged and abandoned well
- significantly deepening an existing well bore below the previous bottom-hole depth
- drilling hydrocarbon exploratory holes, such as core samples and stratigraphic tests

\* ITEM 20: Show the number of completions if production is measured separately from two or more formations.

\*\* ITEM 24: Cement Top – Show how reported top(s) of cement were determined (circulated (CIR), calculated (CAL), cement bond log (CBL), temperature survey (TS)).

Send to: Utah Division of Oil, Gas and Mining  
 1594 West North Temple, Suite 1210  
 Box 145801  
 Salt Lake City, Utah 84114-5801

Phone: 801-538-5340

Fax: 801-359-3940

**US ROCKIES REGION**

**Operation Summary Report**

Well: NBU 922-36E1CS RED

Spud Date: 3/7/2012

Project: UTAH-UINTAH

Site: NBU 922-36E PAD

Rig Name No: PROPETRO 11/11, ENSIGN 138/138

Event: DRILLING

Start Date: 11/22/2011

End Date: 4/30/2012

Active Datum: RKB @5,125.00usft (above Mean Sea Level)

UWI: SW/NW/0/9/S/22/E/36/0/0/26/PM/N/1682/W/0/739/0/

Date	Time Start-End	Duration (hr)	Phase	Code	Sub Code	P/U	MD From (usft)	Operation
3/7/2012	11:00 - 13:00	2.00	MIRU	01	B	P		MOVE TO NBU 922-36E1CS ( WELL 4/4 )
								INSTALL DIVERTOR HEAD AND BLUEY LINE.
								BUILD DITCH. SPOT IN RIG.
								SPOT IN CATWALK AND PIPE RACKS.
								RIG UP PIT PUMP.
								RIG UP PUMP. PRIME PUMP. INSPECT RIG.
								HELD PRE-SPUD SAFETY MEETING.
	13:00 - 13:30	0.50	MIRU	06	A	P		PU BHA & SPUD @ 13:30
	13:30 - 15:00	1.50	DRLSUR	02	D	P		DRL F/ 44' T/210' (166'@ 110.66' PER HR)
								WOB, 5-15 kRPM, 45
								UP/DWN/ROT WEIGHTS 20/20/20
								PSI ON BTTM, 600 OFF BTTM, 400
								M.W. 8.34, VIS 27
	15:00 - 15:30	0.50	DRLSUR	06	A	P		POOH, PU 11" BIT & DIR.TOOLS
								TIH T/210'
	15:30 - 0:00	8.50	DRLSUR	02	D	P		DRL F/210' T/1210' (1000'@ 117.64' PER HR)
								WOB, 20 RPM, 40
								UP/DWN/ROT WEIGHTS 61/50/57
								PSI ON BTTM/1300 OFF BTTM/1100
								M.W. 8.34, VIS 27
3/8/2012	0:00 - 12:00	12.00	DRLSUR	02	D	P		1.54' RIGHT & 1.98' ABOVE THE LINE
								DRL F/1210 T/2350 (1140'@ 95' PER HR)
								WOB, 20 RPM, 45
								UP/DWN/ROT WEIGHTS 85/74/78
								PSI ON BTTM/1500 OFF BTTM/1150
								M.W. 8.34, VIS 27
								1.54' RIGHT & 1.98' ABOVE THE LINE

## US ROCKIES REGION

## Operation Summary Report

Well: NBU 922-36E1CS RED								Spud Date: 3/7/2012		
Project: UTAH-UINTAH			Site: NBU 922-36E PAD				Rig Name No: PROPETRO 11/11, ENSIGN 138/138			
Event: DRILLING			Start Date: 11/22/2011			End Date: 4/30/2012				
Active Datum: RKB @5,125.00usft (above Mean Sea Level)				UWI: SW/NW/0/9/S/22/E/36/0/0/26/PM/N/1682/W/0/739/0/0						
Date	Time Start-End	Duration (hr)	Phase	Code	Sub Code	P/U	MD From (usft)	Operation		
	12:00 - 15:30	3.50	DRLSUR	02	D	P		DRL F/2350 T/2597 (247"@ 70.57' PER HR)		
								WOB, 20 RPM, 45		
								UP/DWN/ROT WEIGHTS 88/70/79		
								PSI ON BTM/1600 OFF BTM/1480		
								M.W. 8.34, VIS 27		
								.5' RIGHT & 13' ABOVE TARGET		
	15:30 - 17:30	2.00	DRLSUR	05	D	P		CIRC FOR CASING		
	17:30 - 21:00	3.50	DRLSUR	06	D	P		LDDS, BHA & DIR. TOOLS		
	21:00 - 22:00	1.00	DRLSUR	12	A	P		MOVE PIPE RACKS AND CATWALK.		
								PULL DIVERTER HEAD.		
								RIG UP TO RUN CSG.		
								MOVE CSG INTO POSITION TO P/U.		
	22:00 - 0:00	2.00	DRLSUR	12	C	P		RUN 58 JTS 8 5/8", 28# J55 CASING		
								SHOE @2557'		
								BAFFLE @ 2511'		
3/9/2012	0:00 - 0:30	0.50	DRLSUR	12	C	P		RUN 58 JTS 8 5/8", 28# J55 CASING		
								SHOE @2557'		
								BAFFLE @ 2511'		
	0:30 - 4:30	4.00	DRLSUR	05	D	P		PUMP RESERVE PIT DOWN		
	4:30 - 5:00	0.50	DRLSUR	12	B	P		LAND CSNG @ 04:30		
								RUN 200' OF 1".		
								RIG DOWN RIG MOVE OFF WELL,		
								REBUILD DITCH.		
								RIG UP CEMENT TRUCK, 2" HARD LINES..		

## US ROCKIES REGION

## Operation Summary Report

Well: NBU 922-36E1CS RED								Spud Date: 3/7/2012		
Project: UTAH-UINTAH			Site: NBU 922-36E PAD				Rig Name No: PROPETRO 11/11, ENSIGN 138/138			
Event: DRILLING			Start Date: 11/22/2011			End Date: 4/30/2012				
Active Datum: RKB @5,125.00usft (above Mean Sea Level)				UWI: SW/NW/0/9/S/22/E/36/0/0/26/PM/N/1682/W/0/739/0/0						
Date	Time Start-End	Duration (hr)	Phase	Code	Sub Code	P/U	MD From (usft)	Operation		
	5:00 - 6:00	1.00	DRLSUR	12	E	P		PRO PETRO MAKE UP CMT HEAD & LOAD PLUG  PRESSURE TEST LINES TO 2000 PSI.  PUMP 140 BBLS OF WATER AHEAD.  PUMP 20 BBLS OF 8.3# GEL WATER AHEAD.  PUMP (300 SX) 61.35 BBLS OF TAIL 15.8# 1.15 YD 5 GAL/SK PREMIUM CEMENT W/ 2% CALC. CMT TOP 1266'  DROP PLUG ON FLY.  DISPLACE W/ 156.6 BBLS OF H2O.  NO CIRC THROUGH OUT.  FINAL LIFT OF 150 PSI AT 4 BBL/MIN.  DID NOT BUMP PLUG. SHUT IN CEMENT HEAD.  PUMP (150 SX) 30.64 BBLS OF SAME TAIL CEMENT W/ 4% CALC. DOWN BACK SIDE. SHUT DOWN AND CLEAN TRUCK. NO CEMENT TO SURFACE.  PUMP 100 SKS (20.4 BBLS) DOWN NBU 922-36E4BS (CEMENT TO SURFACE) WOC, 1.5 HOURS PUMP 125 SKS (25.6 BBLS)  NO CMT TO SURFACE  TOPPED OFF CMT @ 16:00 WITH TRIPLE A DRILLING. 140 SKS CMT		
4/23/2012	12:00 - 18:00	6.00	RDMO	01	E	P		RELEASE RIG 07:00 RIG DOWN THE FLOOR, KOOY LINES, FLOW LINES, FLARE LINES, GET TEH DOLLY IN POSITION, UNSPOOL DRILLING LINE, FOLD THE BOARD , TIE OFF DERRICK LINES. RIG DOWN ELECTRIC TO THE SUBSTRUCTURE, BLEED THE DERRICK CYLIDERS, LOWER THE DERICK. MOVE 0.5 MILES  18:00 - 0:00 6.00 RDMO 01 E P FINISH PREPPING THE DERRICK FOR MOBILIZATION, RIG DOWN THE GAS BUSTER AND GEN #2, RIG DOWN THE ELECTRIAL LINES, BUILDINGS, MUD TANKS, AND AC HOUSE. RIG DOWN THE PRE MIX AND WATER TANK.		
4/24/2012	0:00 - 6:00	6.00	RDMO	01	E	P		RIG DOWN THE MUD TANKS / ELECTRIC / WATER TANK / PRE MIX TANK / DICONECT WATER AND AIR LINES. WAIT ON DAYLIGHT TO MOVE.		
	6:00 - 15:00	9.00	MIRU	01	B	P		MIRU WITH R.W. JONES: 7 TRUCKS / 2 FORKLIFTS / 2 PUSHERS / 2 SWAMPERS / 0 EXTRA RIG HANDS. TRUCKS ARRIVED @ 06:30 WE HELD A SAFETY MEETING THEN PROCEEDED TO MOVE 1/4 MILE / DERRICK IN THE AIR @ 14:00 / TRUCKS OFF LOCATION @ 14:30 .		

## US ROCKIES REGION

## Operation Summary Report

Well: NBU 922-36E1CS RED								Spud Date: 3/7/2012		
Project: UTAH-UINTAH			Site: NBU 922-36E PAD				Rig Name No: PROPETRO 11/11, ENSIGN 138/138			
Event: DRILLING			Start Date: 11/22/2011			End Date: 4/30/2012				
Active Datum: RKB @5,125.00usft (above Mean Sea Level)				UWI: SW/NW/0/9/S/22/E/36/0/0/26/PM/N/1682/W/0/739/0/0						
Date	Time Start-End	Duration (hr)	Phase	Code	Sub Code	P/U	MD From (usft)	Operation		
	15:00 - 0:00	9.00	MIRU	01	B	P		RIG UP ELECTRIC AND PAYSON / START GEN #1 & #2 / CENTER THE RIG OVER THE HOLE / FINISH THE DERRICK WORK / RIG UP AIR AND WATER / RIG UP THE FLOOR, CATWALK.		
4/25/2012	0:00 - 2:00	2.00	MIRU	01	B	P		RU THE FLARE LINES AND RUN THE PAYSON TO THE PITS		
	2:00 - 3:00	1.00	PRPSPD	14	A	P		NIPPLE UP AND FUNCTION TEST BOP		
	3:00 - 8:00	5.00	PRPSPD	15	A	P		SAFETY MEETING W/ A-1 TESTING, RIG UP & TEST FLOOR VALVES, TOP DRIVE VALVE, INSIDE & OUTSIDE KILL LINE VALVES, INSIDE CHOKE LINE VALVE, HCR VALVE, CHOKE MANIFOLD, PIPE & BLIND RAMS 250 PSI F/ 5 MIN, 5000 PSI F/ 10 MIN, ANNULAR 250 PSI F/ 5 MIN, 2500 PSI F/ 10 MIN, CASING TO 1500 PSI F/ 30 MIN, RIG DOWN TESTER		
	8:00 - 8:30	0.50	PRPSPD	14	B	P		SET WEAR BUSHING		
	8:30 - 9:00	0.50	PRPSPD	07	C	P		CHANGE OUT SAVER SUB		
	9:00 - 16:30	7.50	PRPSPD	06	A	P		PICK UP SMITH MSI 616 BIT, SDI .28 RPG/ 1.5 BEND MOTOR, DIRECTIONAL TOOLS ORIENT MWD, HWDP, INSTALL DRILLING RUBBER, PICK UP DRILL PIPE, TAG CEMENT @ 2270'		
	16:30 - 19:30	3.00	DRLPRO	02	D	P		DRILL CEMENT, FLOAT EQUIPMENT & OPEN HOLE F/ 2270' TO 2607' (337') WOB 10/12 RPM 30 SPM 80, GPM 360 (NOTE: CEMENT JOB ON SURFACE DID NOT BUMP PLUG)		
	19:30 - 0:00	4.50	DRLPRO	02	D	P		DRILL F/ 2607' TO 3139', 532' @ 118.2' HR WOB 18-20, SPM 120, GPM 540 RPM 50/151 TRQ ON/OFF 10/8 PSI ON/OFF 1851/1397 PU/SO/ROT 112/108/110 SLIDE: 100', 1.17 HRS = 85.71' HR ROTATE: 532' 4.5 HRS = 118.2' HR WATER 8.4 NOV: RUNNING CONVENTIONAL BIT POSITION: @ 3140' 17' N, 11.5' W		
								DRILL F/ 3139' TO 3947' 808' @ 134.6' HR WOB 18-20, SPM 120, GPM 540 RPM 50/151 TRQ ON/OFF 10/8 PSI ON/OFF 1937/1427 PU/SO/ROT 117/111/113 SLIDE: 34', .34 HRS = 100' HR ROTATE: 773' 5.08 HRS = 152.1' HR WATER 8.5 NOV: DEWATERING BIT POSITION: @ 3800' 35' N, 9' W		
4/26/2012	0:00 - 6:00	6.00	DRLPRO	02	D	P				

**US ROCKIES REGION**

**Operation Summary Report**

Well: NBU 922-36E1CS RED								Spud Date: 3/7/2012		
Project: UTAH-UINTAH			Site: NBU 922-36E PAD				Rig Name No: PROPETRO 11/11, ENSIGN 138/138			
Event: DRILLING			Start Date: 11/22/2011			End Date: 4/30/2012				
Active Datum: RKB @5,125.00usft (above Mean Sea Level)				UWI: SW/NW/0/9/S/22/E/36/0/0/26/PM/N/1682/V/0/739/0/0						
Date	Time Start-End	Duration (hr)	Phase	Code	Sub Code	P/U	MD From (usft)	Operation		
	6:00 - 12:30	6.50	DRLPRO	02	D			DRILL F/ 3947' TO 4621' 674' @ 103.6' HR WOB 18-21, SPM 120, GPM 540 RPM 50/151 TRQ ON/OFF 10/8 PSI ON/OFF 2032/1528 PU/SO/ROT 123/104/111 SLIDE: 60', 1 HR = 60' HR ROTATE: 603', 4.4 HRS = 137' HR WATER 8.5 NOV: DEWATERING BIT POSITION: @ 4623' 13.6'N ,3.4' E RIG SERVICE		
	12:30 - 13:30	1.00	DRLPRO	07	A	P		DRILL F/ 4621' TO 5818' 1197' @ 114' HR WOB 18-21, SPM 120, GPM 540 RPM 50/151 TRQ ON/OFF 10/7 PSI ON/OFF 2245/1775 PU/SO/ROT 151/131/141 SLIDE: 32', .52 HRS = 54.2' HR ROTATE: 1165', 9.91 HRS = 117.5' HR PRE TREAT WATER @ 5700' & START LIGHT MUD UP F/ TRIP MW 9, VIS 33 NOV: DEWATERING W/ 1 CENTRAFUGE @ 30%, 1 CENTRAFUGE CONVENTIONAL BIT POSITION: @ 5796' 15' N, 5.5' W DRILL F/ 5818' TO 6039' 221' @ 88.4' HR		
	13:30 - 0:00	10.50	DRLPRO	02	D	P		WOB 18-21, SPM 120, GPM 540 RPM 50/151 TRQ ON/OFF 10/7 PSI ON/OFF 2250/1780 PU/SO/ROT 152/130/143 SLIDE: 20' IN .42 HRS = 47.6' HR ROTATE: 201' IN 2.08 HRS = 96.6' HR PUMPING LCM SWEEPS ,LOST 150 BBLS WATER TO SEEPAGE. START LIGHT MUD UP F/ TRIP MW 9, VIS 33 NOV: DEWATERING W/ 1 CENTRAFUGE @ 1' STREAM, 1 CENTRAFUGE CONVENTIONAL BIT POSITION: @ 5985' 12' N, 9' W LIGHT MUD UP BEFORE TRIP AS INSTRUCTED BY DRLG ENG.		
4/27/2012	0:00 - 2:30	2.50	DRLPRO	02	D	P		CIRC, MIX PILL PUMP OUT 1 STAND, PUMP PILL, TRIP OUT OF HOLE , LAY DOWN 10 JOINTS HEAVY WATE DRILL PIPE, NO PROBLEMS		
	2:30 - 3:00	0.50	DRLPRO	06	C	P		PICKUP 10 JOINTS HEAVY WATE DRILL PIPE, 77 JOINTS NEW HARD BANNED PIPE, TRIP IN HOLE TO SHOE		
	3:00 - 6:30	3.50	DRLPRO	06	J	P		FILL PIPE ,RIG SERVICE		
	6:30 - 9:00	2.50	DRLPRO	06	J	P		REPAIR GRABBER BLOCK & DIES IN GRABBER BOX		
	9:00 - 10:00	1.00	DRLPRO	07	A	P				
	10:00 - 10:30	0.50	DRLPRO	08	B	Z				
	10:30 - 13:30	3.00	DRLPRO	06	J	P		TRIP IN HOLE		

## US ROCKIES REGION

## Operation Summary Report

Well: NBU 922-36E1CS RED								Spud Date: 3/7/2012		
Project: UTAH-UINTAH			Site: NBU 922-36E PAD				Rig Name No: PROPETRO 11/11, ENSIGN 138/138			
Event: DRILLING			Start Date: 11/22/2011			End Date: 4/30/2012				
Active Datum: RKB @5,125.00usft (above Mean Sea Level)				UWI: SW/NW/0/9/S/22/E/36/0/0/26/PM/N/1682/W/0/739/0/0						
Date	Time Start-End	Duration (hr)	Phase	Code	Sub Code	P/U	MD From (usft)	Operation		
	13:30 - 18:00	4.50	DRLPRO	02	D	P		DRILL F/ 6039' TO 6340' 301' @ 66.8' HR WOB 18-21, SPM 120, GPM 540 RPM 50/151 TRQ ON/OFF 10/7 PSI ON/OFF 2343/1787 PU/SO/ROT 163/141/148 SLIDE: 0 ROTATE: 301' IN 4.5 HRS = 66.8' HR MUD WT 9.0 VIS 37 BIT POSITION: @ 6324' 11' N, 11' W OF CENTER NOV: DEWATERING W/ 1 CENTRAFUGE @ 1" STREAM, CYCLING 1 CENTRAFUGE CONVENTIONAL 1 HOUR EVERY 2 HRS AS INSTRUCTED BY DRLG ENG WHILE RAISING MUD WEIGHT PUMPING LCM SWEEPS TO CONTROL SEEPAGE HAD MODERATE SLIVERS & SLOUGHING AFTER TRIP, PUMPED 2 HIGH VIS SWEEPS HOLE CLEANED UP		
	18:00 - 0:00	6.00	DRLPRO	02	D	P		DRILL F/ 6340' TO 6900', 560' @ 93.3' HR WOB 20-23, SPM 100, GPM 450 RPM 50/126 TRQ ON/OFF 12/8 PSI ON/OFF 2297/1780 PU/SO/ROT 165/150/155 SLIDE: 32' IN .75 HRS = 42.6' HR ROTATE: 528' IN 5.25 HRS = 100.5' HR MUD WT 9.5 VIS 37 BIT POSITION: @ 6836' 7' N, 10' W OF CENTER NOV: DEWATERING W/ 1 CENTRAFUGE @ 1" STREAM, CYCLING 1 CENTRAFUGE CONVENTIONAL 1 HOUR EVERY 2 HRS AS INSTRUCTED BY DRLG ENG WHILE RAISING MUD WEIGHT PUMPING LCM SWEEPS TO CONTROL SEEPAGE ,LOST APPROX 100 BBLS MUD TO SEEPAGE HAD TO SLOW PUMP STROKES AS SCREENS WERE BLINDING OFF FROM SANDS		

# US ROCKIES REGION

## Operation Summary Report

Well: NBU 922-36E1CS RED								Spud Date: 3/7/2012		
Project: UTAH-UINTAH			Site: NBU 922-36E PAD				Rig Name No: PROPETRO 11/11, ENSIGN 138/138			
Event: DRILLING			Start Date: 11/22/2011		End Date: 4/30/2012					
Active Datum: RKB @5,125.00usft (above Mean Sea Level)				UWI: SW//NW/0/9/S/22/E/36/0/0/26/PM/N/1682//W/0/739/0/0						
Date	Time Start-End	Duration (hr)	Phase	Code	Sub Code	P/U	MD From (usft)	Operation		
4/28/2012	0:00 - 6:00	6.00	DRLPRO	02	D	P		DRILL F/ 6900' TO 7477', 577' @ 96.1' HR WOB 20-23, SPM 100, GPM 450 RPM 50/126 TRQ ON/OFF 12/8 PSI ON/OFF 2297/1780 PU/SO/ROT 165/150/155 SLIDE: 20' IN .50 HRS = 40' HR ROTATE: 557' IN 5.5 HRS = 101.2 MUD WT 10, VIS 37 BIT POSITION: @ 7420' 8' N, 2.5' W NOV: DEWATERING W/ 1 CENTRAFUGE @ 1" STREAM, CYCLING 1 CENTRAFUGE CONVENTIONAL 1 HOUR EVERY 3 HRS AS INSTRUCTED BY DRLG ENG WHILE RAISING MUD WEIGHT PUMPING LCM SWEEPS TO CONTROL SEEPAGE .LOST APPROX 50 BBLS MUD TO SEEPAGE HAD TO SLOW PUMP STROKES TO 100 SPM / 450 GPM AS SCREENS WERE BLINDING OFF FROM SANDS,LCM,POLY & FOAMED UP MUD		
	6:00 - 15:30	9.50	DRLPRO	02	D	P		DRILL F/ 7477' TO 8219', 742' @ 78.1' HR WOB 20-23, SPM 100, GPM 450 RPM 50/126 TRQ ON/OFF 12/8 PSI ON/OFF 2343/1998 PU/SO/ROT 171/145/155 SLIDE: 45' IN 1.34 HRS = 33.5' HR ROTATE: 697' IN 8.16 HRS = 85.4' HR MUD WT 10.6, VIS 38 BIT POSITION: @ 8180' 7.5' N, .85' W OF CENTER NOV: DEWATERING W/ 1 CENTRAFUGE @ 1" STREAM, CYCLING 1 CENTRAFUGE CONVENTIONAL 1 HOUR EVERY 3 HRS AS INSTRUCTED BY DRLG ENG WHILE RAISING MUD WEIGHT. PUMPING LCM SWEEPS TO CONTROL SEEPAGE .LOST APPROX 225 BBLS MUD TO SEEPAGE HAD TO SLOW PUMP STROKES TO 100 SPM / 450 GPM AS SCREENS WERE BLINDING OFF FROM SANDS,LCM,POLY & FOAMED UP MUD		
	15:30 - 16:00	0.50	DRLPRO	07	A	P		RIG SERVICE		

## US ROCKIES REGION

## Operation Summary Report

Well: NBU 922-36E1CS RED								Spud Date: 3/7/2012		
Project: UTAH-UINTAH			Site: NBU 922-36E PAD				Rig Name No: PROPETRO 11/11, ENSIGN 138/138			
Event: DRILLING			Start Date: 11/22/2011			End Date: 4/30/2012				
Active Datum: RKB @5,125.00usft (above Mean Sea Level)				UWI: SW/NW/0/9/S/22/E/36/0/0/26/PM/N/1682/W/0/739/0/						
Date	Time Start-End	Duration (hr)	Phase	Code	Sub Code	P/U	MD From (usft)	Operation		
	16:00 - 0:00	8.00	DRLPRO	02	D	P		DRILL F/ 8219' TO 8876' , 657' @ 82.1' HR WOB 20-23, SPM 100, GPM 450 RPM 50/126 TRQ ON/OFF 14/9 PSI ON/OFF 2860/2210 PU/SO/ROT 190/164/174 SLIDE: 0 ROTATE: 657' IN 8 HRS = 82.1' HR MUD WT 11.5, VIS 43 BIT POSITION: @ 8822' 1' S, 14' E OF CENTER 10'-15' FLARE @ 8470' ,25' TO 30' BOTTOMS UP FLARE NOV: CYCLING 1 CENTRAFUGE CONVENTIONAL 1 HOUR EVERY 3 HRS AS INSTRUCTED BY DRLG ENG WHILE RAISING MUD WEIGHT. PUMPING LCM SWEEPS TO CONTROL SEEPAGE ,LOST APPROX 80 BBLS MUD TO SEEPAGE HAD TO SLOW PUMP STROKES TO 100 SPM / 450 GPM AS SCREENS WERE BLINDING OFF FROM SANDS,LCM, POLY & FOAMED UP MUD		
4/29/2012	0:00 - 0:30	0.50	DRLPRO	02	D	P		DRILL F/ 8876' TO 8915' , 39' @ 78' HR WOB 20-23, SPM 100, GPM 450 RPM 50/126 TRQ ON/OFF 14/9 PSI ON/OFF 2860/2210 PU/SO/ROT 190/164/174 SLIDE: 0 ROTATE: 39' IN .5 HRS = 78' HR MUD WT 11.5, VIS 43 BIT POSITION: @ 8915' 2' S, 17' E CENTER 10'-15' BOTTOMS UP FLARE NOV: SHUT DOWN CIRC F/ SHORT TRIP, MIX PILL SHORT TRIP TO SHOE, NO PROBLEMS FILL PIPE, TRIP IN HOLE		
	0:30 - 2:00	1.50	DRLPRO	05	C	P		CIRCULATE & CONDITION F/ LOGS, HAD A 30' TO 40' FLARE ALMOST INSTANTLY AFTER BREAKING CIRC, TALKED W/ DRLG ENG AND WAS INSTRUCTED TO RAISE MUD WT TO 11.8		
	2:00 - 5:30	3.50	DRLPRO	06	E	P		TRIP OUT OF HOLE, LAY DOWN MWL, MOTOR & BIT, NO PROBLEMS ON TRIP		
	5:30 - 9:00	3.50	DRLPRO	06	E	P		SAFETY MEETING W/ BAKER ATLAS, RIG UP AND RUN TRIPLE COMBO LOGS TO 8907' ,NO PROBLEMS, RIG DOWN LOGGERS		
	9:00 - 12:00	3.00	DRLPRO	05	A	P		PULL WEAR BUSHING SAFETY MEETING W/ FRANKS WESTSTATES, RIG UP CASERS		
	12:00 - 18:00	6.00	DRLPRO	06	A	P		RUN 212 JTS ( 92 JTS 3880.07 LTC, 120 JTS 5023.45 DQX ) 4.5, 11.6, I80 PRODUCTION CASING TO 8906.52', TOP OF FLOAT 8861.36, TOP OF M V MARKER 6602.74, TOP OF X/O 5003.31		
	18:00 - 23:00	5.00	DRLPRO	11	C	P		CIRCULATE BOTTOMS UP , NO FLARE , RIG DOWN CASERS, SAFETY MEETING W/ BJ SERVICES		
	23:00 - 23:30	0.50	DRLPRO	14	B	P				
	23:30 - 0:00	0.50	DRLPRO	12	A	P				
4/30/2012	0:00 - 8:00	8.00	CSGPRO	12	C	P				
	8:00 - 9:30	1.50	CSGPRO	05	D	P				

## US ROCKIES REGION

## Operation Summary Report

Well: NBU 922-36E1CS RED								Spud Date: 3/7/2012		
Project: UTAH-UINTAH			Site: NBU 922-36E PAD				Rig Name No: PROPETRO 11/11, ENSIGN 138/138			
Event: DRILLING			Start Date: 11/22/2011			End Date: 4/30/2012				
Active Datum: RKB @5,125.00usft (above Mean Sea Level)					UWI: SW/NW/0/9/S/22/E/36/0/0/26/PM/N/1682/W/0/739/0/0					
Date	Time Start-End	Duration (hr)	Phase	Code	Sub Code	P/U	MD From (usft)	Operation		
9:30	- 12:30	3.00	CSGPRO	12	E	P		RIG UP CEMENTERS, PRESSURE TEST LINES TO 4500 PSI, DROPPED BOTTOM PLUG, PUMPED 5 BBL 8.4 WATER SPACER, 40 BBL. OF SEAL BOND SPACER ,473 SX PREMIUM LITE II CEMENT + 0.4% BWOC R-3 + 0.25 LBS/SX CELLO FLAKE + 5 LBS/SX KOL SEAL + 0.2% BWOC SODIUM METASILICATE + 8% BWOC BENTONITE II +.4 BWOC FL-52A + 101.9% FRESH WATER 12.5#, 2.02 YIELD LEAD CEMENT , 1175 SX 50:50 POZ ( ASH FLY ) CLASS G + 10% BWOW SODIUM CHLORIDE + 0.2% BWOC R-3 + .5% BWOC EC-1 + .005 LB/SX STATIC FREE + 2% BENTONITE II + 59% FRESH WATER, DROPPED THE TOP PLUG, DISPLACE W/ 137.7 BBLS CLAYCARE + 1 GAL MAGNACIDE @ 8.34 PPG WATER , FINAL LIFT 2600 PSI, BUMPED BLUG @ 3500 PSI , FLOATS HELD , TOP OF TAIL EST @ 3500 ' ,TOP OF LEAD 14' , 35 BBL. OF CEMENT BACK TO SURFACE. FLUSH STACK, R/D CEMENTERS		
12:30	- 13:00	0.50	CSGPRO	14	B	P		SET C-22 SLIPS THROUGH STACK @ 100K		
13:00	- 14:00	1.00	CSGPRO	14	A	P		NIPPLE DOWN BOP & CUT OFF CASING, RELEASE RIG @ 14:00 4/30/2012 TO NBU 922-E4BS		

## 1 General

### 1.1 Customer Information

Company	US ROCKIES REGION
Representative	
Address	

### 1.2 Well/Wellbore Information

Well	NBU 922-36E1CS RED	Wellbore No.	OH
Well Name	NBU 922-36E1CS	Wellbore Name	NBU 922-36E1CS
Report No.	1	Report Date	6/14/2012
Project	UTAH-UINTAH	Site	NBU 922-36E PAD
Rig Name/No.		Event	COMPLETION
Start Date	6/14/2012	End Date	6/29/2012
Spud Date	3/7/2012	Active Datum	RKB @5,125.00usft (above Mean Sea Level)
UWI	SW/NW/0/9/S/22/E/36/0/0/26/PM/N/1682/W/0/739/0/0		

### 1.3 General

Contractor		Job Method		Supervisor	
Perforated Assembly		Conveyed Method			

### 1.4 Initial Conditions

### 1.5 Summary

Fluid Type		Fluid Density		Gross Interval	6,846.0 (usft)-8,849.0 (usft)	Start Date/Time	8/15/2012 12:00AM
Surface Press		Estimate Res Press		No. of Intervals	48	End Date/Time	8/15/2012 12:00AM
TVD Fluid Top		Fluid Head		Total Shots	216	Net Perforation Interval	58.00 (usft)
Hydrostatic Press		Press Difference		Avg Shot Density	3.72 (shot/ft)	Final Surface Pressure	
Balance Cond	NEUTRAL					Final Press Date	

## 2 Intervals

### 2.1 Perforated Interval

Date	Formation/ Reservoir	CCL@( usft)	CCL-T S (usft)	MD Top (usft)	MD Base (usft)	Shot Density (shot/ft)	Misfires/ Add. Shot	Diamete r (in)	Carr Type /Stage No	Carr Size (in)	Phasing (°)	Charge Desc /Charge Manufacturer	Charge Weight (gram)	Reason	Misrun
8/15/2012 12:00AM	MESAVERDE/			6,846.0	6,847.0	4.00		0.360 EXP/		3.375	90.00		23.00 PRODUCTIO N		

## 2.1 Perforated Interval (Continued)

Date	Formation/ Reservoir	CCL@ (usft)	CCL-T (usft)	MD Top (usft)	MD Base (usft)	Shot Density (shot/ft)	Misfires/ Add. Shot	Diameter (in)	Carr Type /Stage No	Carr Size (in)	Phasing (°)	Charge Desc /Charge Manufacturer	Charge Weight (gram)	Reason	Misrun
8/15/2012	MESAVERDE/ 12:00AM			6,859.0	6,860.0	4.00		0.360	EXP/	3.375	90.00		23.00	PRODUCTIO N	
8/15/2012	MESAVERDE/ 12:00AM			6,916.0	6,917.0	4.00		0.360	EXP/	3.375	90.00		23.00	PRODUCTIO N	
8/15/2012	MESAVERDE/ 12:00AM			6,936.0	6,938.0	4.00		0.360	EXP/	3.375	90.00		23.00	PRODUCTIO N	
8/15/2012	MESAVERDE/ 12:00AM			6,953.0	6,954.0	4.00		0.360	EXP/	3.375	90.00		23.00	PRODUCTIO N	
8/15/2012	MESAVERDE/ 12:00AM			7,017.0	7,018.0	4.00		0.360	EXP/	3.375	90.00		23.00	PRODUCTIO N	
8/15/2012	MESAVERDE/ 12:00AM			7,083.0	7,084.0	4.00		0.360	EXP/	3.375	90.00		23.00	PRODUCTIO N	
8/15/2012	MESAVERDE/ 12:00AM			7,097.0	7,098.0	4.00		0.360	EXP/	3.375	90.00		23.00	PRODUCTIO N	
8/15/2012	MESAVERDE/ 12:00AM			7,125.0	7,126.0	4.00		0.360	EXP/	3.375	90.00		23.00	PRODUCTIO N	
8/15/2012	MESAVERDE/ 12:00AM			7,191.0	7,193.0	4.00		0.360	EXP/	3.375	90.00		23.00	PRODUCTIO N	
8/15/2012	MESAVERDE/ 12:00AM			7,249.0	7,250.0	3.00		0.360	EXP/	3.375	120.00		23.00	PRODUCTIO N	
8/15/2012	MESAVERDE/ 12:00AM			7,301.0	7,302.0	3.00		0.360	EXP/	3.375	120.00		23.00	PRODUCTIO N	
8/15/2012	MESAVERDE/ 12:00AM			7,336.0	7,337.0	3.00		0.360	EXP/	3.375	120.00		23.00	PRODUCTIO N	
8/15/2012	MESAVERDE/ 12:00AM			7,365.0	7,366.0	3.00		0.360	EXP/	3.375	120.00		23.00	PRODUCTIO N	
8/15/2012	MESAVERDE/ 12:00AM			7,409.0	7,410.0	3.00		0.360	EXP/	3.375	120.00		23.00	PRODUCTIO N	
8/15/2012	MESAVERDE/ 12:00AM			7,415.0	7,416.0	3.00		0.360	EXP/	3.375	120.00		23.00	PRODUCTIO N	
8/15/2012	MESAVERDE/ 12:00AM			7,472.0	7,474.0	3.00		0.360	EXP/	3.375	120.00		23.00	PRODUCTIO N	
8/15/2012	MESAVERDE/ 12:00AM			7,524.0	7,525.0	4.00		0.360	EXP/	3.375	90.00		23.00	PRODUCTIO N	
8/15/2012	MESAVERDE/ 12:00AM			7,625.0	7,626.0	4.00		0.360	EXP/	3.375	90.00		23.00	PRODUCTIO N	
8/15/2012	MESAVERDE/ 12:00AM			7,635.0	7,636.0	4.00		0.360	EXP/	3.375	90.00		23.00	PRODUCTIO N	
8/15/2012	MESAVERDE/ 12:00AM			7,662.0	7,663.0	4.00		0.360	EXP/	3.375	90.00		23.00	PRODUCTIO N	
8/15/2012	MESAVERDE/ 12:00AM			7,716.0	7,718.0	4.00		0.360	EXP/	3.375	90.00		23.00	PRODUCTIO N	

## 2.1 Perforated Interval (Continued)

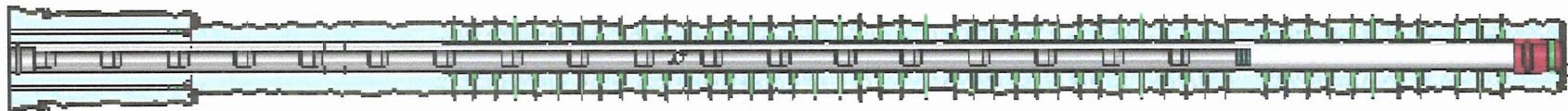
Date	Formation/ Reservoir	CCL@ (usft)	CCL-T S (usft)	MD Top (usft)	MD Base (usft)	Shot Density (shot/ft)	Misfires/ Add. Shot	Diameter (in)	Carr Type /Stage No	Carr Size (in)	Phasing (°)	Charge Desc /Charge Manufacturer	Charge Weight (gram)	Reason	Misrun
8/15/2012	MESAVERDE/			7,809.0	7,810.0	4.00		0.360	EXP/	3.375	90.00		23.00	PRODUCTIO	
12:00AM														N	
8/15/2012	MESAVERDE/			7,973.0	7,974.0	4.00		0.360	EXP/	3.375	90.00		23.00	PRODUCTIO	
12:00AM														N	
8/15/2012	MESAVERDE/			7,983.0	7,984.0	4.00		0.360	EXP/	3.375	90.00		23.00	PRODUCTIO	
12:00AM														N	
8/15/2012	MESAVERDE/			8,003.0	8,006.0	4.00		0.360	EXP/	3.375	90.00		23.00	PRODUCTIO	
12:00AM														N	
8/15/2012	MESAVERDE/			8,055.0	8,056.0	3.00		0.360	EXP/	3.375	120.00		23.00	PRODUCTIO	
12:00AM														N	
8/15/2012	MESAVERDE/			8,085.0	8,086.0	3.00		0.360	EXP/	3.375	120.00		23.00	PRODUCTIO	
12:00AM														N	
8/15/2012	MESAVERDE/			8,130.0	8,132.0	3.00		0.360	EXP/	3.375	120.00		23.00	PRODUCTIO	
12:00AM														N	
8/15/2012	MESAVERDE/			8,166.0	8,167.0	3.00		0.360	EXP/	3.375	120.00		23.00	PRODUCTIO	
12:00AM														N	
8/15/2012	MESAVERDE/			8,193.0	8,194.0	3.00		0.360	EXP/	3.375	120.00		23.00	PRODUCTIO	
12:00AM														N	
8/15/2012	MESAVERDE/			8,225.0	8,226.0	3.00		0.360	EXP/	3.375	120.00		23.00	PRODUCTIO	
12:00AM														N	
8/15/2012	MESAVERDE/			8,261.0	8,262.0	3.00		0.360	EXP/	3.375	120.00		23.00	PRODUCTIO	
12:00AM														N	
8/15/2012	MESAVERDE/			8,318.0	8,320.0	4.00		0.360	EXP/	3.375	90.00		23.00	PRODUCTIO	
12:00AM														N	
8/15/2012	MESAVERDE/			8,370.0	8,371.0	4.00		0.360	EXP/	3.375	90.00		23.00	PRODUCTIO	
12:00AM														N	
8/15/2012	MESAVERDE/			8,388.0	8,390.0	4.00		0.360	EXP/	3.375	90.00		23.00	PRODUCTIO	
12:00AM														N	
8/15/2012	MESAVERDE/			8,409.0	8,410.0	4.00		0.360	EXP/	3.375	90.00		23.00	PRODUCTIO	
12:00AM														N	
8/15/2012	MESAVERDE/			8,457.0	8,458.0	4.00		0.360	EXP/	3.375	90.00		23.00	PRODUCTIO	
12:00AM														N	
8/15/2012	MESAVERDE/			8,467.0	8,468.0	4.00		0.360	EXP/	3.375	90.00		23.00	PRODUCTIO	
12:00AM														N	
8/15/2012	MESAVERDE/			8,496.0	8,497.0	4.00		0.360	EXP/	3.375	90.00		23.00	PRODUCTIO	
12:00AM														N	
8/15/2012	MESAVERDE/			8,515.0	8,516.0	4.00		0.360	EXP/	3.375	90.00		23.00	PRODUCTIO	
12:00AM														N	
8/15/2012	MESAVERDE/			8,553.0	8,554.0	4.00		0.360	EXP/	3.375	90.00		23.00	PRODUCTIO	
12:00AM														N	
8/15/2012	MESAVERDE/			8,564.0	8,565.0	4.00		0.360	EXP/	3.375	90.00		23.00	PRODUCTIO	
12:00AM														N	

## 2.1 Perforated Interval (Continued)

Date	Formation/ Reservoir	CCL@( usft)	CCL-T S (usft)	MD Top (usft)	MD Base (usft)	Shot Density (shot/ft)	Misfires/ Add. Shot	Diamete r (in)	Carr Type /Stage No	Carr Size (in)	Phasing (°)	Charge Desc /Charge Manufacturer	Charge Weight (gram)	Reason	Misrun
8/15/2012	MESAVERDE/ 12:00AM			8,623.0	8,624.0	4.00		0.360	EXP/	3.375	90.00		23.00	PRODUCTIO N	
8/15/2012	MESAVERDE/ 12:00AM			8,638.0	8,639.0	4.00		0.360	EXP/	3.375	90.00		23.00	PRODUCTIO N	
8/15/2012	MESAVERDE/ 12:00AM			8,791.0	8,792.0	4.00		0.360	EXP/	3.375	90.00		23.00	PRODUCTIO N	
8/15/2012	MESAVERDE/ 12:00AM			8,823.0	8,824.0	4.00		0.360	EXP/	3.375	90.00		23.00	PRODUCTIO N	
8/15/2012	MESAVERDE/ 12:00AM			8,847.0	8,849.0	4.00		0.360	EXP/	3.375	90.00		23.00	PRODUCTIO N	

## 3 Plots

## 3.1 Wellbore Schematic



**US ROCKIES REGION**

**Operation Summary Report**

Well: NBU 922-36E1CS RED								Spud Date: 3/7/2012		
Project: UTAH-JUINTAH			Site: NBU 922-36E PAD				Rig Name No: MILES-GRAY 1/1			
Event: COMPLETION			Start Date: 6/14/2012			End Date: 6/29/2012				
Active Datum: RKB @5,125.00usft (above Mean Sea Level)				UWI: SW/NW/0/9/S/22/E/36/0/0/26/PM/N/1682/W/0/739/0/0						
Date	Time Start-End	Duration (hr)	Phase	Code	Sub Code	P/U	MD From (usft)	Operation		
3/7/2012	-									
6/13/2012	13:30 - 15:15	1.75	COMP	30	A	P		MIRU, N/D WH, N/U BOPS, P/U 3 7/8" BIT, RIH W/ 2 3/8" L-80 TBG, TALLY AND BROACH TBG IN, RIH 180 JT TO @ 5714', SWI SDFN JSA-SAFETY MEETING		
	15:15 - 17:30	2.25	COMP	31	I	P				
6/14/2012	7:00 - 7:15	0.25	COMP	48		P		NO PRESSURE ON WELL, TIH TAG @ 8857', R/U SWIVEL, ESTB CIRC, C/O TO 8861' PBTD, CIRC WELL CLEAN, R/D SWIVEL,		
	7:15 - 9:00	1.75	COMP	31	I	P				
	9:00 - 15:00	6.00	COMP	31	I	P		TOOH W/ LAY TBG DN ON TRAILER, N/D BOPS N/U FRAC VALVE,R/D UNIT MOVE OFF LOC,		
	18:00 - 19:11	1.18	SUBSPR	33	C	P		WHP 0 PSI. FILL SURFACE CSG. MIRU B&C QUICK TEST.		
								PSI TEST T/ 1068 PSI. HELD FOR 15 MIN LOST 12 PSI.		
								PSI TEST T/ 3550 PSI. HELD FOR 15 MIN LOST 32 PSI.		
								1ST PSI TEST T/ 7006 PSI. HELD FOR 30 MIN LOST 62 PSI.		
								NO COMMUNICATION OR MIGRATION WITH SURFACE CSG BLEED OFF PSI. MOVE T/ NEXT WELL. SW		
6/15/2012	6:45 - 7:00	0.25	SURFPR	48		P		HELD SAFETY MEETING: CRANES		
	7:00 - 8:30	1.50	SURFPR	37		P		PERF STG 1)PU 3 1/8 EXP GUN, 23 GM, .36 HOLE SIZE. 90 DEG PHASING. RIH PERF AS PER PERF DESIGN. POOH. SWIFW		
6/18/2012	6:45 - 7:00	0.25	COMP	48		P		HSM & JSA W/SUPERIOR & CASEDHOLE SOLUTIONS.		
	7:36 - 8:18	0.70	COMP	36	E	P		MIRU SUPERIOR WELL SERVICE. PT SURFACE EQUIP TO 9500 PSI.		
								FRAC STG 1) WHP 1382 PSI. BRK DWN PERF 4.6 BPM @ 4206 PSI. ISIP 2398 PSI. FG. 0.71. EST INJ RATE 49.3 BPM @ 4595 PSI. 24/24 PERFS OPEN - 100%.		
								MP 6594 PSI, MR 50.5 BPM, AP 4763 PSI, AR 48.8 BPM. ISIP 2505 PSI, FG. 0.73, NPI 107 PSI. X-OVER FOR WL.		
	8:23 - 9:23	1.00	COMP	37	B	P		PERF STG 2) P/U HALCO 8K CBP & 3 1/8" EXP GNS, 23 GRM, 0.36 HOLE, 90 DEG PHSG. RIH SET CBP @ 8595'. PERF MESA VERDE AS PER PERF DESIGN. POOH & HANG BACK LUB. X-OVER FOR FRAC		
	10:17 - 10:35	0.30	COMP	36	E	P		FRAC STG 2) WHP 2199 PSI. BRK DWN PERF 5.1 BPM @ 3062 PSI. ISIP 2302 PSI. FG. 0.71. EST INJ RATE 50.5 BPM @ 4773 PSI. 24/24 PERFS OPEN - 100%.		
								MP 5109 PSI, MR 51.7 BPM, AP 4669 PSI, AR 50 BPM. ISIP 2565 PSI, FG. 0.74, NPI 263 PSI. X-OVER FOR WL.		
	10:40 - 11:40	1.00	COMP	37	B	P		PERF STG 3) P/U HALCO 8K CBP & 3 1/8" EXP GNS, 23 GRM, 0.36 HOLE, 90 DEG PHSG. RIH SET CBP @ 8441'. PERF MESA VERDE AS PER PERF DESIGN. POOH & HANG BACK LUB. X-OVER FOR FRAC		

# US ROCKIES REGION

## Operation Summary Report

Well: NBU 922-36E1CS RED								Spud Date: 3/7/2012		
Project: UTAH-UINTAH			Site: NBU 922-36E PAD				Rig Name No: MILES-GRAY 1/1			
Event: COMPLETION			Start Date: 6/14/2012			End Date: 6/29/2012				
Active Datum: RKB @5,125.00usft (above Mean Sea Level)				UWI: SW//NW/0/9/S/22/E/36/0/0/26/PM/N/1682//W/0/739/0/0						
Date	Time Start-End	Duration (hr)	Phase	Code	Sub Code	P/U	MD From (usft)	Operation		
	12:20 - 12:37	0.28	COMP	36	E	P		FRAC STG 3) WHP 2083 PSI. BRK DWN PERF 4.8 BPM @ 4719 PSI. ISIP 2391 PSI. FG. 0.72. EST INJ RATE 51.2 BPM @ 5119 PSI. 24/24 PERFS OPEN - 100%. MP 5392 PSI, MR 52.1 BPM, AP 4544 PSI, AR 51.7 BPM. ISIP 2653 PSI, FG. 0.76, NPI 262 PSI. X-OVER FOR WL		
	12:42 - 13:42	1.00	COMP	37	B	P		PERF STG 4) P/U HALCO 8K CBP & 3 1/8" EXP GNS, 23 GRM, 0.36 HOLE, 120 DEG PHSG. RIH SET CBP @ 8292'. PERF MESA VERDE AS PER PERF DESIGN. POOH & HANG BACK LUB. X-OVER FOR FRAC		
	14:07 - 14:35	0.47	COMP	36	E	P		FRAC STG 4) WHP 2329 PSI. BRK DWN PERF 4.8 BPM @ 3806 PSI. ISIP 2379 PSI. FG. 0.73. EST INJ RATE 52.1 BPM @ 4285 PSI. 24/24 PERFS OPEN - 100%. MP 5415 PSI, MR 52.1 BPM, AP 4156 PSI, AR 51.5 BPM. ISIP 2417 PSI, FG. 0.73, NPI 38 PSI. X-OVER FOR WL.		
	14:40 - 15:40	1.00	COMP	37	B	P		PERF STG 5) P/U HALCO 8K CBP & 3 1/8" EXP GNS, 23 GRM, 0.36 HOLE, 90 DEG PHSG. RIH SET CBP @ 8036'. PERF MESA VERDE AS PER PERF DESIGN. POOH & HANG BACK LUB. X-OVER FOR FRAC		
	16:32 - 16:48	0.27	COMP	36	E	P		FRAC STG 5) WHP 2035 PSI. BRK DWN PERF 7.2 BPM @ 2689 PSI. ISIP 2111 PSI. FG. 0.71. EST INJ RATE 52.1 BPM @ 4471 PSI. 24/24 PERFS OPEN - 100%. MP 4772 PSI, MR 52.5 BPM, AP 4315 PSI, AR 51.5 BPM. ISIP 2210 PSI, FG. 0.72, NPI 99 PSI. . X-OVER FOR WL		
	16:53 - 17:53	1.00	COMP	37	B	P		PERF STG 6) P/U HALCO 8K CBP & 3 1/8" EXP GNS, 23 GRM, 0.36 HOLE, 90 DEG PHSG. RIH SET CBP @ 7748'. PERF MESA VERDE AS PER PERF DESIGN. POOH & HANG BACK LUB. X-OVER FOR FRAC		
6/19/2012	6:45 - 7:00	0.25	COMP	48		P		HSM & JSA W/SUPERIOR & CASED HOLE SOLUATIONS.		
	7:24 - 7:40	0.27	COMP	36	E	P		FRAC STG 6) WHP 1781 PSI. BRK DWN PERF 4.7 BPM @ 2344 PSI. ISIP 1781 PSI. FG. 0.67. EST INJ RATE 54.3 BPM @ 3927 PSI. 24/24 PERFS OPEN - 100%. MP 4984 PSI, MR 54.5 BPM, AP 3652 PSI, AR 52.8 BPM. ISIP 2119 PSI, FG. 0.72, NPI 338 PSI. X-OVER FOR WL		
	7:45 - 8:45	1.00	COMP	37	B	P		PERF STG 7) P/U HALCO 8K CBP & 3 1/8" EXP GNS, 23 GRM, 0.36 HOLE, 120 DEG PHSG. RIH SET CBP @ 7504'. PERF MESA VERDE AS PER PERF DESIGN. POOH & HANG BACK LUB. X-OVER FOR FRAC		
	8:45 - 9:36	0.85	COMP	36	E	P		FRAC STG 7) WHP 1883 PSI. BRK DWN PERF 4.7 BPM @ 2623 PSI. ISIP 1463 PSI. FG. 0.64. EST INJ RATE 51.9 BPM @ 3132 PSI. 24/24 PERFS OPEN - 100%. MP 4565 PSI, MR 53.5 BPM, AP 3952 PSI, AR 51.8 BPM. ISIP 2278 PSI, FG. 0.75, NPI 815 PSI. RAN FR @ 0.25/M. X-OVER FOR WL		

## US ROCKIES REGION

## Operation Summary Report

Well: NBU 922-36E1CS RED								Spud Date: 3/7/2012		
Project: UTAH-UINTAH			Site: NBU 922-36E PAD				Rig Name No: MILES-GRAY 1/1			
Event: COMPLETION			Start Date: 6/14/2012			End Date: 6/29/2012				
Active Datum: RKB @5,125.00usft (above Mean Sea Level)					UWI: SW/NW/0/9/S/22/E/36/0/0/26/PM/N/1682/W/0/739/0/0					
Date	Time Start-End	Duration (hr)	Phase	Code	Sub Code	P/U	MD From (usft)	Operation		
	9:38 - 10:34	0.93	COMP	37	B	P		PERF STG 8) P/U HALCO 8K CBP & 3 1/8" EXP GNS, 23 GRM, 0.36 HOLE, 90 DEG PHSG. RIH SET CBP @ 7223'. PERF MESA VERDE AS PER PERF DESIGN. POOH & HANG BACK LUB. X-OVER FOR FRAC		
	10:36 - 10:58	0.37	COMP	36	E	P		FRAC STG 8) WHP 955 PSI. BRK DWN PERF 7.2 BPM @ 1654 PSI. ISIP 1286 PSI. FG. 0.62. EST INJ RATE 51.4 BPM @ 3298 PSI. 24/24 PERFS OPEN - 100%. MP 4074 PSI, MR 53.2 BPM, AP 3499 PSI, AR 51.9 BPM. ISIP 2006 PSI, FG. 0.72, NPI 720 PSI. RAN FR @ 0.25/M. (((OUT OF SAND))) X-OVER FOR WL.		
	11:03 - 12:03	1.00	COMP	37	B	P		PERF STG 9) P/U HALCO 8K CBP & 3 1/8" EXP GNS, 23 GRM, 0.36 HOLE, 90 DEG PHSG. RIH SET CBP @ 7184'. PERF MESA VERDE AS PER PERF DESIGN. POOH & HANG BACK LUB. X-OVER FOR FRAC		
	14:41 - 15:05	0.40	COMP	36	E	P		FRAC STG 9) WHP 685 PSI. BRK DWN PERF 7.7 BPM @ 1542 PSI. ISIP 1191 PSI. FG. 0.61. EST INJ RATE 52.1 BPM @ 3146 PSI. 24/24 PERFS OPEN - 100%. MP 3294 PSI, MR 52.1 BPM, AP 3118 PSI, AR 51.9 BPM. ISIP 1080 PSI, FG. 0.61, NPI (-111) PSI. RAN FR @ 0.25/M. X-OVER FOR WL.		
	15:10 - 15:55	0.75	COMP	34	I	P		KILL PLUG) RIH W/HALCO 8K CBP & SET @ 6796'. POOH & L/D TOOLS. R/D WIRELINE & FRAC CREW. SWI - SDFN. TOTAL BBLS: 8118 TOTAL SND: 156711#		
6/26/2012	7:00 - 8:00	1.00	RDMO	30	G	P		RD F/ NBU 922-36E4BS TO NBU 922-36E1CS		
	8:00 - 8:30	0.50	COMP	48		P		HSM, REVIEW RD		
	8:30 - 9:30	1.00	COMP	30	A	P		MIRU.		
	9:30 - 11:00	1.50	COMP	47	C	P		INSTALL NEW WING VALVES ON BOP.		
	11:00 - 11:45	0.75	COMP	30	F	P		ND WH, NU BOP'S, RU FLOOR & TBG EQUIPMENT, P.T. BOP'S TO 3000 PSI, P.T. 4-1/2 CSG TO 1000 PSI & 3500 PSI FOR 15 MINS, HELD.		
	11:45 - 14:00	2.25	COMP	34	H	P		RU CASED HOLE SOLUTIONS, RIH W/ 3-1/8 GUN , 23 GM, 0.36 HOLE & PERFORATED F/ 2579' TO 2581' 6SPF W/ 6 HOLES, POOH TOOLS.PUMP & EST INJECTION RATE INTO PERFORATIONS @ 3 BPM W/ 700 PSI. NO CIRCULATION & NO SURFACE CSG & 4-1/2 CSG COMMUNICATION, RUN WIRELINE & RIH 3.625 GAUGE RING TO 2700', POOH TOOL, RIH 4-1/2 CCR & SET @ 2560', POOH TOOL, RD CASED HOLE SOLUTIONS.		
	14:00 - 16:00	2.00	COMP	31	I	P		PU STINGER, TALLY & RIH 79 JTS. 2-3/8 L-80 TBG F/ TRAILER, EOT 2513' SWI, SDFN.		
6/27/2012	7:00 - 7:30	0.50	COMP	48		P		HSM, REVIEW PUMPING CMT		

## US ROCKIES REGION

## Operation Summary Report

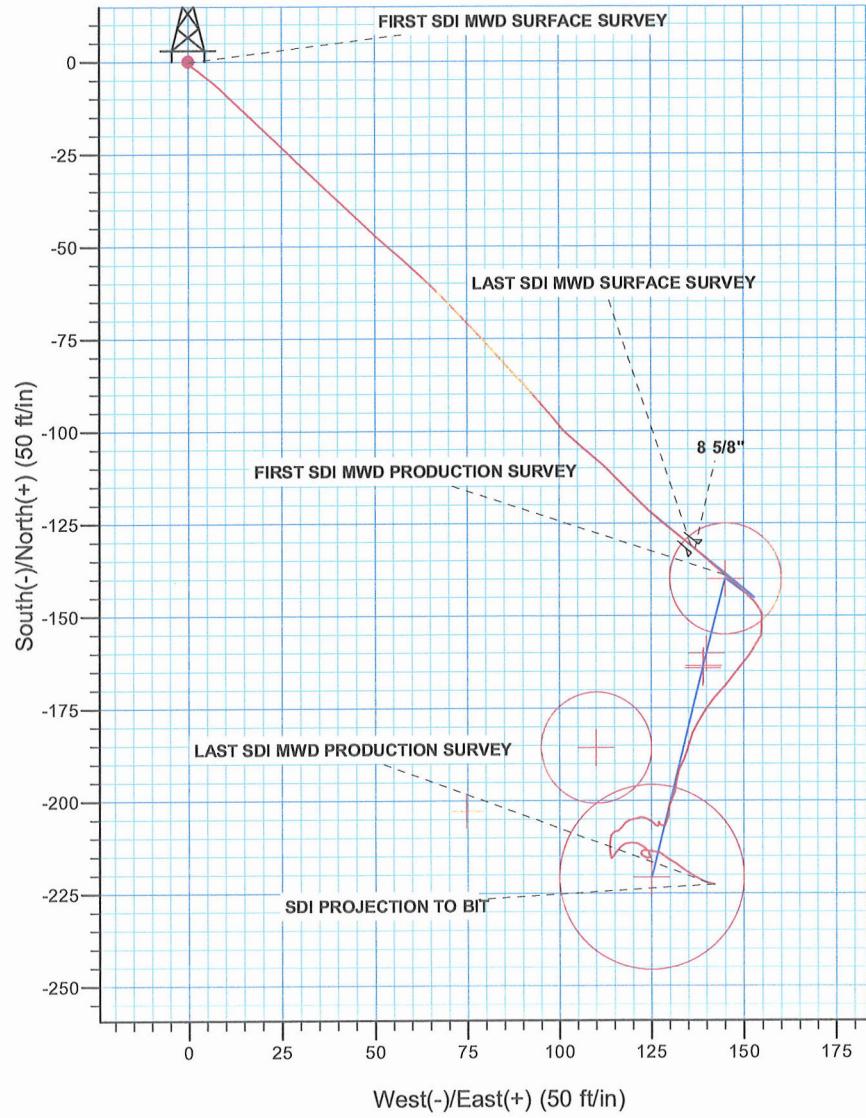
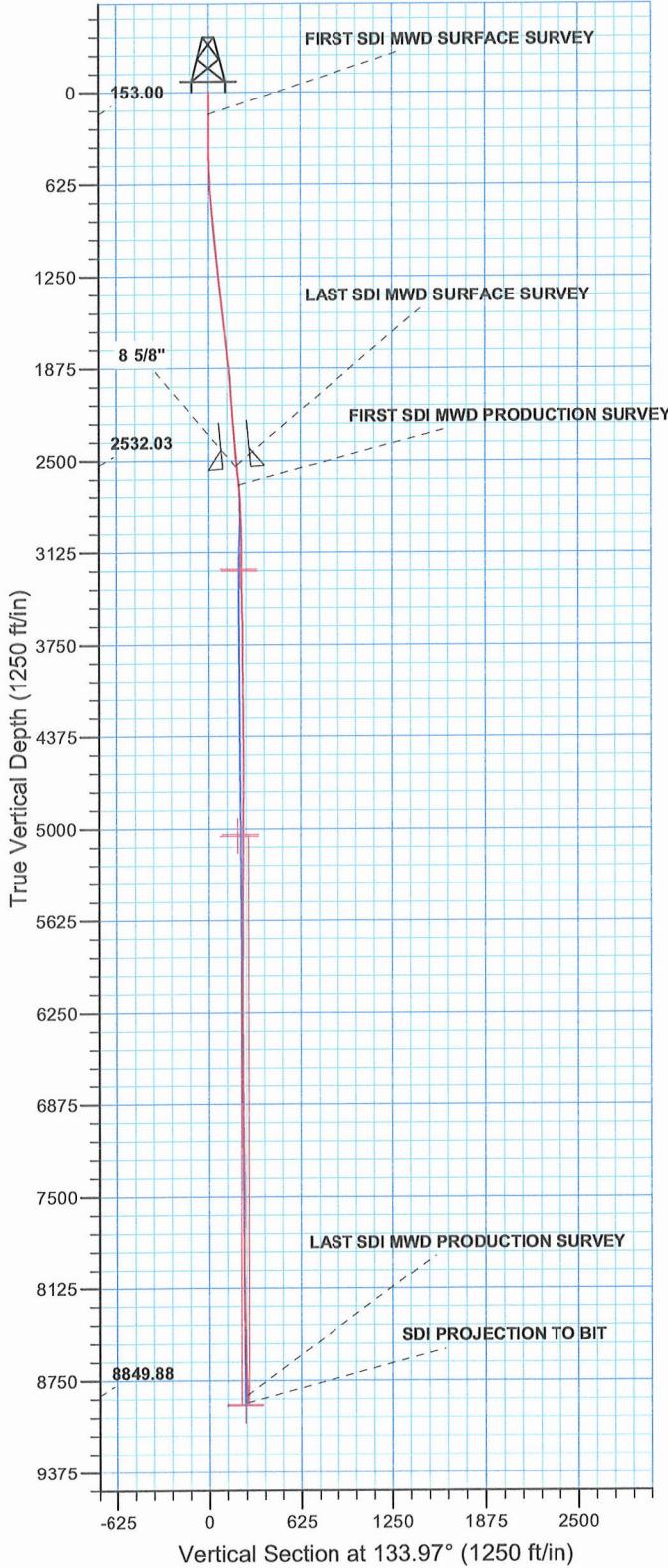
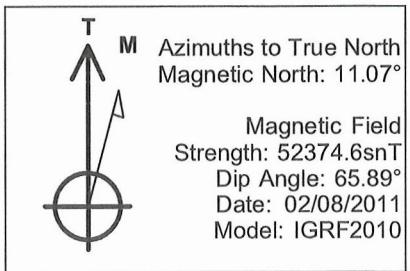
Well: NBU 922-36E1CS RED								Spud Date: 3/7/2012
Project: UTAH-UINTAH			Site: NBU 922-36E PAD				Rig Name No: MILES-GRAY 1/1	
Event: COMPLETION			Start Date: 6/14/2012				End Date: 6/29/2012	
Active Datum: RKB @5,125.00usft (above Mean Sea Level)				UWI: SW/NW/0/9/S/22/E/36/0/0/26/PM/N/1682/W/0/739/0/0				
Date	Time Start-End	Duration (hr)	Phase	Code	Sub Code	P/U	MD From (usft)	Operation
	7:30 - 18:30	11.00	COMP	51		P		RIH 2 JTS. STING INTO CCR, RU SUPERIOR WELL SERVICES, P.T. LINES TO 1500 PSI, PUMP 5 BBLS FRESH WTR TO EST INJECTION RATE @ 3.5 BPM @ 1150 PSI. MIX & PUMP 10 BBLS SUPER GEL 15 INTO PERFS, FLUSH W/ 12 BBLS FRESH WTR, START MIXING 100 SKS OF CLASS "G" CMT (20.5 BBLS) W/ 3% CACL2 @ 15.8 PPG, YIELD 1.15, SHUT DWN FOR 60 MINS, EST INJECTION RATE @ 2.5 BPM @ 1200 PSI, MIX & PUMP 100 SKS OF CLASS "G" CMT (20.5 BBLS) W/ 2% CACL2 @ 15.8 PPG, YIELD 1.15, SHUT DWN FOR 60MINS, EST INJECTION @ 2.3 BPM @ 950 PSI. SQUEEZE NOT HOLDING, MIX & PUMP 100 SKS OF CLASS "G" CMT (20.5 BBLS) @ 15.8 PPG, YIELD 1.15, SHUT DWN FOR 90 MINS, PUMP INTO PERF @ 1 BPM @ 1000 PSI. SQUEEZE NOT HOLDING, ORDER MORE CMT, MIX & PUMP 500 SKS OF CLASS "G" CMT (102 BBLS) @ 15.8 PPG, YIELD 1.15, SQUEEZE NOT HOLDING, DISPLACE TBG W/ 12 BBLS WTR, SWI W/ 900 PSI. SDFN.
6/28/2012	7:00 - 7:30	0.50	COMP	48		P		HSM, REVIEW SQUEEZE PERFS.
	7:30 - 8:30	1.00	COMP					SITP. 200 PSI. BLEW TBG DWN, PUMP INTO SQUEEZE @ 1 BPM @ 1410 PSI. MIX & PUMP 80 SKS CLASS "G" CMT, @ 1 BPM @ 975 PSI. (16.3 BBLS) @ 15.8 PPG, YIELD 1.15 PRESSURED OUT @ 2100 PSI. SHUT DWN FOR 10 MINS, STINGOUT REVERSE OUT, RD SUPERIOR WELL SERVICES, TOTAL 980 SKS.
	8:30 - 15:00	6.50	COMP	31	I	P		LD 1 JNT, POOH 80 JTS. 2-3/8 L-80 TBG, LD STINGER, PU 1.875 XN & POBS, 3-7/8 BIT & RIH 76 JTS. EOT @ 2422', SWI, SDFN.
6/29/2012	7:00 - 7:15	0.25	COMP	48		P		HSM, REVIEW D/O CCR & 9 CBP'S.
	7:15 - 7:45	0.50	COMP	47	A	P		PU 1 JNT, NU PWR SWVL, TAG CMT @ 2558'
	7:45 - 9:15	1.50	COMP	44	B	P		EST CIRC W/ RIG PUMP, D/O CMT @ 2558' TO 2560' (2' CMT) D/O CCR @ 2560' IN 90 MINS, CIRC WELL CLEAN
	9:15 - 9:30	0.25	COMP	44	A	P		D/O CMT F/ 2560' TO 2580' (20' CMT) FELL THROUGH, CIRC WELL CLEAN, LD PWR SWVL.
	9:30 - 9:40	0.17	COMP	33	C	P		PRESSURE TEST 4-1/2 CSG & PERFORATIONS TO 1800 PSI. FOR 15 MINS, HELD, NO GAS FLOW OR PRESSURE BUILDING ON SURFACE CSG,
	9:40 - 11:45	2.08	COMP	31	I	P		RIH TBG & TALLY 2-3/8 L-80 TBG F/ TRAILER TAG @ 6791', RU PWR SWVL

## US ROCKIES REGION

## Operation Summary Report

Well: NBU 922-36E1CS RED								Spud Date: 3/7/2012		
Project: UTAH-UINTAH			Site: NBU 922-36E PAD				Rig Name No: MILES-GRAY 1/1			
Event: COMPLETION			Start Date: 6/14/2012			End Date: 6/29/2012				
Active Datum: RKB @5,125.00usft (above Mean Sea Level)				UWI: SW/NW/0/9/S/22/E/36/0/0/26/PM/N/1682/W/0/739/0/0						
Date	Time Start-End	Duration (hr)	Phase	Code	Sub Code	P/U	MD From (usft)	Operation		
11:45 - 15:15	3.50	COMP	44	D	P			CBP # 1 TAG @ 6791' D/O 5" SAND TO CBP @ 6796' HAD NO INCREASE PSI. CBP # 2 TAG @ 6954' D/O 30' SAND TO CBP @ 6984' HAD NO INCREASE PSI. CBP # 3 TAG @ 7193' D/O 30' SAND TO CBP @ 7223' HAD 200 PSI. INCREASE. CBP # 4 TAG @ 7474' D/O 30' SAND TO CBP @ 7504' HAD 200 PSI. INCREASE. CBP # 5 TAG @ 7718' D/O 30' SAND TO CBP @ 7748' HAD 100 PSI. INCREASE. CBP # 6 TAG @ 8006' D/O 30' SAND TO CBP @ 8036' HAD 200 PSI. INCREASE. CBP # 7 TAG @ 8262' D/O 30' SAND TO CBP @ 8292' HAD 300 PSI. INCREASE. CBP # 8 TAG @ 8411' D/O 30' SAND TO CBP @ 8441' HAD 300 PSI. INCREASE. CBP # 9 TAG @ 8565' D/O 30' SAND TO CBP @ 8595' HAD 300 PSI. INCREASE. RIH W/TBG & TAG SAND @ 8849' C/O TO PBTD @ 8861' CIRC WELL CLEAN, RD PWR SWVL.		
15:15 - 18:00	2.75	COMP						POOH LD 28 JTS. ON TRAILER, RD FLOOR & TBG EQUIPMENT, ND BOP'S, NU WH, P.T. HARLINE F/ WH TO HALL 9000 TO 3000 PSI. HELD. DROP BALL WAITED 30 MINS, PUMP BIT-OFF W/ 1800 PSI. TURN WELL OVER TO FLOW TESTERS, RDMO. MOVE TO NBU 922-36E4BS.		
TBG DETAIL:										
KB-----14' HANGER-----.83 265 JTS. 2-3/8 L-80 TBG-----8400.56' 1,875 XN POBS-----2.20' EOT-----8417.59'										
DELIVERED 293 JTS. 2-3/8 L-80 TBG USED 265 JTS. 2-3/8 L-80 TBG. RETURN 28 JTS. 2-3/8 L-80 TBG.										
6/30/2012										

WELL DETAILS: NBU 922-36E1CS					
GL 5111 & KB 14 @ 5125.00ft (ENSIGN 138)					
+N-S 0.00	+E-W 0.00	Northing 14528347.59	Easting 2090116.75	Latitude 39.995202	Longitude -109.394412



PROJECT DETAILS: Uintah County, UT UTM12	
Geodetic System:	Universal Transverse Mercator (US Survey Feet)
Datum:	NAD 1927 - Western US
Ellipsoid:	Clarke 1866
Zone:	Zone 12N (114 W to 108 W)
Location:	SECTION 26 T9S R22E
System Datum:	Mean Sea Level
Design: OH (NBU 922-36E1CS/OH)	
Created By:	Gabe Kendall
Date:	8:45, June 13 2012



# Scientific Drilling

## **Kerr McGee Oil and Gas Onshore LP**

**Uintah County, UT UTM12  
NBU 922-36E PAD  
NBU 922-36E1CS**

**OH**

**Design: OH**

## **Standard Survey Report**

**13 June, 2012**





**SDI**  
Survey Report



**Company:** Kerr McGee Oil and Gas Onshore LP  
**Project:** Uintah County, UT UTM12  
**Site:** NBU 922-36E PAD  
**Well:** NBU 922-36E1CS  
**Wellbore:** OH  
**Design:** OH

**Local Co-ordinate Reference:**  
**TVD Reference:** Well NBU 922-36E1CS  
**MD Reference:** GL 5111 & KB 14 @ 5125.00ft (EN SIGN 138)  
**North Reference:** GL 5111 & KB 14 @ 5125.00ft (EN SIGN 138)  
**Survey Calculation Method:** True  
**Database:** Minimum Curvature  
**EDM 5000.1 Single User Db**

<b>Project</b>	Uintah County, UT UTM12	<b>System Datum:</b>	Mean Sea Level
<b>Map System:</b>	Universal Transverse Mercator (US Survey Feet)	<b>System Datum:</b>	Mean Sea Level
<b>Geo Datum:</b>	NAD 1927 - Western US	<b>Grid Convergence:</b>	1.03 °

<b>Site</b>	NBU 922-36E PAD, SECTION 26 T9S R22E				
<b>Site Position:</b>		<b>Northing:</b>	14,528,347.60 usft	<b>Latitude:</b>	39.995202
<b>From:</b>	Lat/Long	<b>Easting:</b>	2,090,116.75 usft	<b>Longitude:</b>	-109.394412
<b>Position Uncertainty:</b>	0.00 ft	<b>Slot Radius:</b>	13.200 in	<b>Grid Convergence:</b>	1.03 °

<b>Well</b>	NBU 922-36E1CS, 1682 FNL 739 FWL				
<b>Well Position</b>	+N/S	0.00 ft	<b>Northing:</b>	14,528,347.60 usft	<b>Latitude:</b>
	+E/W	0.00 ft	<b>Easting:</b>	2,090,116.75 usft	<b>Longitude:</b>
<b>Position Uncertainty</b>	0.00 ft		<b>Wellhead Elevation:</b>	ft	<b>Ground Level:</b>

<b>Wellbore</b>	OH				
<b>Magnetics</b>	<b>Model Name</b>	<b>Sample Date</b>	<b>Declination</b> (°)	<b>Dip Angle</b> (°)	<b>Field Strength</b> (nT)
	IGRF2010	02/08/11	11.07	65.89	52,375

<b>Design</b>	OH				
<b>Audit Notes:</b>					
<b>Version:</b>	1.0	<b>Phase:</b>	ACTUAL	<b>Tie On Depth:</b>	0.00
<b>Vertical Section:</b>		<b>Depth From (TVD)</b> (ft)	<b>+N/S</b> (ft)	<b>+E/W</b> (ft)	<b>Direction</b> (°)
		0.00	0.00	0.00	133.97

<b>Survey Program</b>	Date 06/13/12				
<b>From</b> (ft)	<b>To</b> (ft)	<b>Survey (Wellbore)</b>	<b>Tool Name</b>	<b>Description</b>	
10.00	2,541.00	Survey #1 SDI MWD SURFACE (OH)	MWD SDI	MWD - Standard ver 1.0.1	
2,675.00	8,915.00	Survey #2 SDI MWD SURFACE (OH)	MWD SDI	MWD - Standard ver 1.0.1	

<b>Measured Depth</b> (ft)	<b>Inclination</b> (°)	<b>Azimuth</b> (°)	<b>Vertical Depth</b> (ft)	<b>+N/S</b> (ft)	<b>+E/W</b> (ft)	<b>Vertical Section</b> (ft)	<b>Dogleg Rate</b> (°/100ft)	<b>Build Rate</b> (°/100ft)	<b>Turn Rate</b> (°/100ft)
0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
10.00	0.00	0.00	10.00	0.00	0.00	0.00	0.00	0.00	0.00
153.00	0.18	198.95	153.00	-0.21	-0.07	0.10	0.13	0.13	0.00
<b>FIRST SDI MWD SURFACE SURVEY</b>									
180.00	0.18	191.64	180.00	-0.29	-0.10	0.14	0.08	0.00	-27.07
209.00	0.17	178.81	209.00	-0.38	-0.10	0.19	0.14	-0.03	-44.24
236.00	0.35	176.17	236.00	-0.50	-0.10	0.28	0.67	0.67	-9.78
263.00	0.44	145.50	263.00	-0.67	-0.03	0.44	0.84	0.33	-113.59
291.00	0.41	125.34	291.00	-0.82	0.11	0.65	0.54	-0.11	-72.00
321.00	0.35	124.58	321.00	-0.93	0.27	0.84	0.20	-0.20	-2.53



**SDI**  
Survey Report



**Company:** Kerr McGee Oil and Gas Onshore LP  
**Project:** Uintah County, UT UTM12  
**Site:** NBU 922-36E PAD  
**Well:** NBU 922-36E1CS  
**Wellbore:** OH  
**Design:** OH

**Local Co-ordinate Reference:** Well NBU 922-36E1CS  
**TVD Reference:** GL 5111 & KB 14 @ 5125.00ft (EN SIGN 138)  
**MD Reference:** GL 5111 & KB 14 @ 5125.00ft (EN SIGN 138)  
**North Reference:** True  
**Survey Calculation Method:** Minimum Curvature  
**Database:** EDM 5000.1 Single User Db

Survey										
Measured Depth (ft)	Inclination (°)	Azimuth (°)	Vertical Depth (ft)	+N/S (ft)	+E/W (ft)	Vertical Section (ft)	Dogleg Rate (°/100ft)	Build Rate (°/100ft)	Turn Rate (°/100ft)	
351.00	0.47	128.25	351.00	-1.06	0.44	1.06	0.41	0.40	12.23	
441.00	0.69	119.74	440.99	-1.56	1.21	1.95	0.26	0.24	-9.46	
531.00	1.85	126.95	530.97	-2.70	2.84	3.92	1.30	1.29	8.01	
621.00	3.43	130.29	620.87	-5.31	6.05	8.05	1.76	1.76	3.71	
711.00	4.66	133.19	710.64	-9.56	10.77	14.39	1.39	1.37	3.22	
801.00	5.30	133.63	800.30	-14.93	16.44	22.20	0.71	0.71	0.49	
891.00	5.80	134.34	889.88	-20.97	22.71	30.90	0.56	0.56	0.79	
981.00	6.30	133.94	979.38	-27.58	29.51	40.39	0.56	0.56	-0.44	
1,071.00	6.14	133.65	1,068.85	-34.33	36.55	50.14	0.18	-0.18	-0.32	
1,161.00	6.36	133.68	1,158.32	-41.09	43.64	59.94	0.24	0.24	0.03	
1,251.00	5.97	131.55	1,247.79	-47.64	50.75	69.60	0.50	-0.43	-2.37	
1,341.00	5.63	130.82	1,337.33	-53.63	57.59	78.68	0.39	-0.38	-0.81	
1,431.00	5.96	134.80	1,426.87	-59.81	64.25	87.76	0.58	0.37	4.42	
1,521.00	6.16	135.74	1,516.37	-66.56	70.93	97.26	0.25	0.22	1.04	
1,611.00	5.98	136.36	1,605.87	-73.41	77.54	106.77	0.21	-0.20	0.69	
1,791.00	6.89	138.80	1,784.73	-88.32	91.12	126.90	0.53	0.51	1.36	
1,881.00	5.71	139.56	1,874.19	-95.79	97.58	136.74	1.31	-1.31	0.84	
1,971.00	3.27	132.72	1,963.90	-100.94	102.37	143.76	2.77	-2.71	-7.60	
2,061.00	2.86	132.43	2,053.77	-104.20	105.92	148.57	0.46	-0.46	-0.32	
2,151.00	3.78	128.96	2,143.62	-107.58	109.88	153.77	1.05	1.02	-3.86	
2,241.00	5.46	135.68	2,233.33	-112.51	115.18	161.01	1.96	1.87	7.47	
2,331.00	5.96	135.05	2,322.88	-118.88	121.47	169.96	0.56	0.56	-0.70	
2,421.00	4.81	128.99	2,412.48	-124.56	127.71	178.39	1.42	-1.28	-6.73	
2,511.00	5.04	128.12	2,502.15	-129.37	133.75	186.08	0.27	0.26	-0.97	
2,541.00	5.19	129.15	2,532.03	-131.04	135.84	188.74	0.59	0.50	3.43	
LAST SDI MWD SURFACE SURVEY										
2,675.00	5.21	133.74	2,665.48	-139.07	144.93	200.87	0.31	0.01	3.43	
FIRST SDI MWD PRODUCTION SURVEY										
2,770.00	4.78	130.14	2,760.12	-144.61	151.08	209.13	0.56	-0.45	-3.79	
2,865.00	3.41	163.88	2,854.89	-149.88	154.89	215.53	2.86	-1.44	35.52	
2,959.00	3.80	198.60	2,948.71	-155.51	154.67	219.29	2.32	0.41	36.94	
3,054.00	3.51	224.22	3,043.53	-160.58	151.64	220.62	1.73	-0.31	26.97	
3,148.00	3.29	211.76	3,137.36	-164.94	148.21	221.18	0.82	-0.23	-13.26	
3,243.00	2.80	225.99	3,232.23	-168.87	145.11	221.68	0.94	-0.52	14.98	
3,338.00	2.55	217.22	3,327.13	-172.16	142.16	221.84	0.50	-0.26	-9.23	
3,432.00	2.28	215.93	3,421.04	-175.34	139.80	222.35	0.29	-0.29	-1.37	
3,527.00	2.39	206.79	3,515.96	-178.64	137.80	223.20	0.41	0.12	-9.62	
3,621.00	2.17	205.40	3,609.89	-182.00	136.15	224.34	0.24	-0.23	-1.48	
3,716.00	2.35	190.03	3,704.82	-185.54	135.04	226.00	0.66	0.19	-16.18	
3,810.00	1.91	209.70	3,798.75	-188.80	133.93	227.47	0.90	-0.47	20.93	
3,905.00	2.09	204.56	3,893.69	-191.75	132.42	228.43	0.27	0.19	-5.41	
3,999.00	2.23	181.51	3,987.63	-195.14	131.66	230.24	0.93	0.15	-24.52	
4,094.00	0.93	205.20	4,082.59	-197.68	131.28	231.73	1.50	-1.37	24.94	

**Company:** Kerr McGee Oil and Gas Onshore LP  
**Project:** Uintah County, UT UTM12  
**Site:** NBU 922-36E PAD  
**Well:** NBU 922-36E1CS  
**Wellbore:** OH  
**Design:** OH

**Local Co-ordinate Reference:** Well NBU 922-36E1CS  
**TVD Reference:** GL 5111 & KB 14 @ 5125.00ft (ENSIGN 138)  
**MD Reference:** GL 5111 & KB 14 @ 5125.00ft (ENSIGN 138)  
**North Reference:** True  
**Survey Calculation Method:** Minimum Curvature  
**Database:** EDM 5000.1 Single User Db

Survey									
Measured Depth (ft)	Inclination (°)	Azimuth (°)	Vertical Depth (ft)	+N-S (ft)	+E-W (ft)	Vertical Section (ft)	Dogleg Rate (%/100ft)	Build Rate ('/100ft)	Turn Rate ('/100ft)
4,188.00	1.26	201.23	4,176.57	-199.34	130.59	232.38	0.36	0.35	-4.22
4,283.00	1.65	194.12	4,271.54	-201.64	129.87	233.46	0.45	0.41	-7.48
4,378.00	1.97	181.79	4,366.50	-204.59	129.49	235.24	0.53	0.34	-12.98
4,472.00	1.14	240.42	4,460.47	-206.67	128.63	236.06	1.79	-0.88	62.37
4,567.00	0.56	317.87	4,555.46	-206.79	127.49	235.33	1.22	-0.61	81.53
4,661.00	0.36	349.84	4,649.45	-206.16	127.13	234.63	0.34	-0.21	34.01
4,756.00	0.15	249.20	4,744.45	-205.91	126.96	234.34	0.44	-0.22	-105.94
4,851.00	0.31	190.67	4,839.45	-206.21	126.80	234.42	0.28	0.17	-61.61
4,945.00	0.44	174.99	4,933.45	-206.82	126.78	234.84	0.17	0.14	-16.68
5,040.00	0.97	313.79	5,028.45	-206.62	126.23	234.31	1.40	0.56	146.11
5,134.00	0.95	305.00	5,122.43	-205.63	125.02	232.74	0.16	-0.02	-9.35
5,228.00	0.88	288.65	5,216.42	-204.95	123.70	231.32	0.29	-0.07	-17.39
5,323.00	0.48	287.33	5,311.42	-204.60	122.63	230.31	0.42	-0.42	-1.39
5,418.00	0.34	263.05	5,406.41	-204.51	121.97	229.77	0.23	-0.15	-25.56
5,512.00	0.08	196.11	5,500.41	-204.61	121.67	229.63	0.34	-0.28	-71.21
5,607.00	0.97	258.68	5,595.41	-204.83	120.87	229.20	0.99	0.94	65.86
5,702.00	0.93	250.53	5,690.39	-205.25	119.35	228.40	0.15	-0.04	-8.58
5,796.00	0.98	232.60	5,784.38	-205.99	117.99	227.94	0.32	0.05	-19.07
5,891.00	1.25	211.33	5,879.36	-207.37	116.81	228.04	0.52	0.28	-22.39
5,985.00	0.44	262.73	5,973.35	-208.29	115.92	228.04	1.10	-0.86	54.68
6,080.00	0.38	260.18	6,068.35	-208.39	115.25	227.62	0.07	-0.06	-2.68
6,175.00	0.53	231.26	6,163.35	-208.72	114.59	227.38	0.28	0.16	-30.44
6,269.00	0.53	209.58	6,257.34	-209.37	114.04	227.44	0.21	0.00	-23.06
6,364.00	0.81	184.17	6,352.34	-210.42	113.77	227.97	0.42	0.29	-26.75
6,458.00	0.87	186.80	6,446.33	-211.79	113.64	228.83	0.08	0.06	2.80
6,553.00	0.91	173.32	6,541.32	-213.26	113.64	229.85	0.22	0.04	-14.19
6,647.00	1.13	174.92	6,635.30	-214.92	113.81	231.13	0.24	0.23	1.70
6,742.00	0.60	53.08	6,730.30	-215.56	114.29	231.91	1.61	-0.56	-128.25
6,836.00	1.56	29.52	6,824.28	-214.15	115.32	231.67	1.10	1.02	-25.06
6,931.00	1.02	49.96	6,919.25	-212.48	116.60	231.44	0.74	-0.57	21.52
7,025.00	1.00	70.45	7,013.24	-211.66	118.01	231.89	0.38	-0.02	21.80
7,120.00	0.81	89.75	7,108.23	-211.38	119.47	232.74	0.38	-0.20	20.32
7,215.00	1.10	103.54	7,203.22	-211.59	121.03	234.01	0.39	0.31	14.52
7,309.00	1.34	128.24	7,297.19	-212.49	122.77	235.88	0.61	0.26	26.28
7,404.00	1.16	143.56	7,392.17	-213.95	124.21	237.93	0.40	-0.19	16.13
7,499.00	0.84	198.05	7,487.16	-215.38	124.57	239.19	1.01	-0.34	57.36
7,593.00	1.16	303.97	7,581.15	-215.51	123.56	238.55	1.71	0.34	112.68
7,688.00	0.40	278.71	7,676.14	-214.92	122.44	237.33	0.86	-0.80	-26.59
7,782.00	0.65	0.31	7,770.14	-214.34	122.12	236.70	0.76	0.27	86.81
7,877.00	0.39	55.53	7,865.14	-213.61	122.39	236.39	0.56	-0.27	58.13
7,971.00	0.48	93.54	7,959.13	-213.46	123.04	236.75	0.31	0.10	40.44
8,066.00	0.87	91.35	8,054.13	-213.50	124.16	237.59	0.41	0.41	-2.31
8,160.00	0.84	99.52	8,148.12	-213.63	125.55	238.68	0.13	-0.03	8.69
8,255.00	0.88	111.82	8,243.11	-214.02	126.92	239.93	0.20	0.04	12.95



**SDI**  
Survey Report



**Company:** Kerr McGee Oil and Gas Onshore LP  
**Project:** Uintah County, UT UTM12  
**Site:** NBU 922-36E PAD  
**Well:** NBU 922-36E1CS  
**Wellbore:** OH  
**Design:** OH

**Local Co-ordinate Reference:** Well NBU 922-36E1CS  
**TVD Reference:** GL 5111 & KB 14 @ 5125.00ft (EN SIGN 138)  
**MD Reference:** GL 5111 & KB 14 @ 5125.00ft (EN SIGN 138)  
**North Reference:** True  
**Survey Calculation Method:** Minimum Curvature  
**Database:** EDM 5000.1 Single User Db

Survey										
Measured Depth (ft)	Inclination (°)	Azimuth (°)	Vertical Depth (ft)	+N-S (ft)	+E-W (ft)	Vertical Section (ft)	Dogleg Rate (°/100ft)	Build Rate (°/100ft)	Turn Rate (°/100ft)	
8,350.00	0.90	132.00	8,338.09	-214.79	128.15	241.35	0.33	0.02	21.24	
8,444.00	1.41	118.32	8,432.07	-215.83	129.72	243.20	0.61	0.54	-14.55	
8,539.00	1.52	126.77	8,527.04	-217.14	131.75	245.58	0.25	0.12	8.89	
8,633.00	1.62	124.85	8,621.01	-218.64	133.84	248.13	0.12	0.11	-2.04	
8,728.00	1.67	124.21	8,715.97	-220.19	136.09	250.82	0.06	0.05	-0.67	
8,822.00	2.37	113.68	8,809.91	-221.74	139.00	253.99	0.84	0.74	-11.20	
8,862.00	2.00	102.62	8,849.88	-222.22	140.44	255.36	1.40	-0.93	-27.65	
<b>LAST SDI MWD PRODUCTION SURVEY</b>										
8,915.00	2.00	102.62	8,902.85	-222.63	142.25	256.94	0.00	0.00	0.00	
<b>SDI PROJECTION TO BIT</b>										

Design Annotations					
Measured Depth (ft)	Vertical Depth (ft)	Local Coordinates		Comment	
		+N-S (ft)	+E-W (ft)		
153.00	153.00	-0.21	-0.07	FIRST SDI MWD SURFACE SURVEY	
2,541.00	2,532.03	-131.04	135.84	LAST SDI MWD SURFACE SURVEY	
2,675.00	2,665.48	-139.07	144.93	FIRST SDI MWD PRODUCTION SURVEY	
8,862.00	8,849.88	-222.22	140.44	LAST SDI MWD PRODUCTION SURVEY	
8,915.00	8,902.85	-222.63	142.25	SDI PROJECTION TO BIT	

Checked By: \_\_\_\_\_ Approved By: \_\_\_\_\_ Date: \_\_\_\_\_



# Scientific Drilling

## **Kerr McGee Oil and Gas Onshore LP**

**Uintah County, UT UTM12  
NBU 922-36E PAD  
NBU 922-36E1CS**

**OH**

**Design: OH**

## **Survey Report - Geographic**

**13 June, 2012**





## SDI

## Survey Report - Geographic



**Company:** Kerr McGee Oil and Gas Onshore LP  
**Project:** Uintah County, UT UTM12  
**Site:** NBU 922-36E PAD  
**Well:** NBU 922-36E1CS  
**Wellbore:** OH  
**Design:** OH

**Local Co-ordinate Reference:** Well NBU 922-36E1CS  
**TVD Reference:** GL 5111 & KB 14 @ 5125.00ft (EN SIGN 138)  
**MD Reference:** GL 5111 & KB 14 @ 5125.00ft (EN SIGN 138)  
**North Reference:** True  
**Survey Calculation Method:** Minimum Curvature  
**Database:** EDM 5000.1 Single User Db

<b>Project</b>	Uintah County, UT UTM12	
<b>Map System:</b>	Universal Transverse Mercator (US Survey Feet)	<b>System Datum:</b>
<b>Geo Datum:</b>	NAD 1927 - Western US	<b>Mean Sea Level</b>
<b>Map Zone:</b>	Zone 12N (114 W to 108 W)	

<b>Site</b>	NBU 922-36E PAD, SECTION 26 T9S R22E				
<b>Site Position:</b>		<b>Northing:</b>	14,528,347.60 usft	<b>Latitude:</b>	39.995202
<b>From:</b>	Lat/Long	<b>Easting:</b>	2,090,116.75 usft	<b>Longitude:</b>	-109.394412
<b>Position Uncertainty:</b>	0.00 ft	<b>Slot Radius:</b>	13.200 in	<b>Grid Convergence:</b>	1.03 °

<b>Well</b>	NBU 922-36E1CS, 1682 FNL 739 FWL				
<b>Well Position</b>	+N/S	0.00 ft	<b>Northing:</b>	14,528,347.60 usft	<b>Latitude:</b>
	+E/W	0.00 ft	<b>Easting:</b>	2,090,116.75 usft	<b>Longitude:</b>
<b>Position Uncertainty</b>	0.00 ft		<b>Wellhead Elevation:</b>	ft	<b>Ground Level:</b>

<b>Wellbore</b>	OH				
<b>Magnetics</b>	<b>Model Name</b>	<b>Sample Date</b>	<b>Declination</b> (°)	<b>Dip Angle</b> (°)	<b>Field Strength</b> (nT)
	IGRF2010	02/08/11	11.07	65.89	52,375

<b>Design</b>	OH				
<b>Audit Notes:</b>					
<b>Version:</b>	1.0	<b>Phase:</b>	ACTUAL	<b>Tie On Depth:</b>	0.00
<b>Vertical Section:</b>		<b>Depth From (TVD)</b> (ft)	<b>+N/S</b> (ft)	<b>+E/W</b> (ft)	<b>Direction</b> (°)
		0.00	0.00	0.00	133.97

<b>Survey Program</b>	<b>Date</b>	06/13/12	
<b>From</b> (ft)	<b>To</b> (ft)	<b>Survey (Wellbore)</b>	<b>Tool Name</b>
10.00	2,541.00	Survey #1 SDI MWD SURFACE (OH)	MWD SDI
2,675.00	8,915.00	Survey #2 SDI MWD SURFACE (OH)	MWD SDI

<b>Measured Depth</b> (ft)	<b>Inclination</b> (°)	<b>Azimuth</b> (°)	<b>Vertical Depth</b> (ft)	<b>+N/S</b> (ft)	<b>+E/W</b> (ft)	<b>Map Northing</b> (usft)	<b>Map Easting</b> (usft)	<b>Map Latitude</b>	<b>Map Longitude</b>
0.00	0.00	0.00	0.00	0.00	0.00	14,528,347.60	2,090,116.75	39.995202	-109.394412
10.00	0.00	0.00	10.00	0.00	0.00	14,528,347.60	2,090,116.75	39.995202	-109.394412
153.00	0.18	198.95	153.00	-0.21	-0.07	14,528,347.39	2,090,116.68	39.995202	-109.394413
<b>FIRST SDI MWD SURFACE SURVEY</b>									
180.00	0.18	191.64	180.00	-0.29	-0.10	14,528,347.30	2,090,116.66	39.995201	-109.394413
209.00	0.17	178.81	209.00	-0.38	-0.10	14,528,347.22	2,090,116.65	39.995201	-109.394413
236.00	0.35	176.17	236.00	-0.50	-0.10	14,528,347.09	2,090,116.66	39.995201	-109.394413
263.00	0.44	145.50	263.00	-0.67	-0.03	14,528,346.93	2,090,116.73	39.995200	-109.394412
291.00	0.41	125.34	291.00	-0.82	0.11	14,528,346.78	2,090,116.87	39.995200	-109.394412
321.00	0.35	124.58	321.00	-0.93	0.27	14,528,346.67	2,090,117.04	39.995200	-109.394411
351.00	0.47	128.25	351.00	-1.06	0.44	14,528,346.55	2,090,117.21	39.995199	-109.394411

<b>Company:</b>	Kerr McGee Oil and Gas Onshore LP	<b>Local Co-ordinate Reference:</b>	Well NBU 922-36E1CS
<b>Project:</b>	Uintah County, UT UTM12	<b>TVD Reference:</b>	GL 5111 & KB 14 @ 5125.00ft (EN SIGN 138)
<b>Site:</b>	NBU 922-36E PAD	<b>MD Reference:</b>	GL 5111 & KB 14 @ 5125.00ft (EN SIGN 138)
<b>Well:</b>	NBU 922-36E1CS	<b>North Reference:</b>	True
<b>Wellbore:</b>	OH	<b>Survey Calculation Method:</b>	Minimum Curvature
<b>Design:</b>	OH	<b>Database:</b>	EDM 5000.1 Single User Db

<b>Survey</b>									
<b>Measured Depth</b>	<b>Inclination</b>	<b>Azimuth</b>	<b>Vertical Depth</b>	<b>+N-S</b>	<b>+E-W</b>	<b>Map Northing</b>	<b>Map Easting</b>	<b>Latitude</b>	<b>Longitude</b>
441.00	0.69	119.74	440.99	-1.56	1.21	14,528,346.06	2,090,117.98	39.995198	-109.394408
531.00	1.85	126.95	530.97	-2.70	2.84	14,528,344.95	2,090,119.63	39.995195	-109.394402
621.00	3.43	130.29	620.87	-5.31	6.05	14,528,342.39	2,090,122.89	39.995188	-109.394391
711.00	4.66	133.19	710.64	-9.56	10.77	14,528,338.24	2,090,127.69	39.995176	-109.394374
801.00	5.30	133.63	800.30	-14.93	16.44	14,528,332.97	2,090,133.46	39.995161	-109.394354
891.00	5.80	134.34	889.88	-20.97	22.71	14,528,327.04	2,090,139.83	39.995145	-109.394331
981.00	6.30	133.94	979.38	-27.58	29.51	14,528,320.56	2,090,146.75	39.995126	-109.394307
1,071.00	6.14	133.65	1,068.85	-34.33	36.55	14,528,313.93	2,090,153.91	39.995108	-109.394282
1,161.00	6.36	133.68	1,158.32	-41.09	43.64	14,528,307.30	2,090,161.12	39.995089	-109.394256
1,251.00	5.97	131.55	1,247.79	-47.64	50.75	14,528,300.88	2,090,168.34	39.995071	-109.394231
1,341.00	5.63	130.82	1,337.33	-53.63	57.59	14,528,295.01	2,090,175.29	39.995055	-109.394207
1,431.00	5.96	134.80	1,426.87	-59.81	64.25	14,528,288.96	2,090,182.06	39.995038	-109.394183
1,521.00	6.16	135.74	1,516.37	-66.56	70.93	14,528,282.33	2,090,188.87	39.995019	-109.394159
1,611.00	5.98	136.36	1,605.87	-73.41	77.54	14,528,275.60	2,090,195.59	39.995001	-109.394135
1,791.00	6.89	138.80	1,784.73	-88.32	91.12	14,528,260.94	2,090,209.44	39.994960	-109.394087
1,881.00	5.71	139.56	1,874.19	-95.79	97.58	14,528,253.58	2,090,216.04	39.994939	-109.394064
1,971.00	3.27	132.72	1,963.90	-100.94	102.37	14,528,248.52	2,090,220.92	39.994925	-109.394047
2,061.00	2.86	132.43	2,053.77	-104.20	105.92	14,528,245.33	2,090,224.52	39.994916	-109.394034
2,151.00	3.78	128.96	2,143.62	-107.58	109.88	14,528,242.02	2,090,228.55	39.994907	-109.394020
2,241.00	5.46	135.68	2,233.33	-112.51	115.18	14,528,237.19	2,090,233.93	39.994893	-109.394001
2,331.00	5.96	135.05	2,322.88	-118.88	121.47	14,528,230.93	2,090,240.34	39.994876	-109.393979
2,421.00	4.81	128.99	2,412.48	-124.56	127.71	14,528,225.36	2,090,246.67	39.994860	-109.393956
2,511.00	5.04	128.12	2,502.15	-129.37	133.75	14,528,220.66	2,090,252.80	39.994847	-109.393935
2,541.00	5.19	129.15	2,532.03	-131.04	135.84	14,528,219.03	2,090,254.92	39.994842	-109.393927
<b>LAST SDI MWD SURFACE SURVEY</b>									
2,675.00	5.21	133.74	2,665.48	-139.07	144.93	14,528,211.16	2,090,264.16	39.994820	-109.393895
<b>FIRST SDI MWD PRODUCTION SURVEY</b>									
2,770.00	4.78	130.14	2,760.12	-144.61	151.08	14,528,205.74	2,090,270.40	39.994805	-109.393873
2,865.00	3.41	163.88	2,854.89	-149.88	154.89	14,528,200.54	2,090,274.31	39.994791	-109.393859
2,959.00	3.80	198.60	2,948.71	-155.51	154.67	14,528,194.90	2,090,274.19	39.994775	-109.393860
3,054.00	3.51	224.22	3,043.53	-160.58	151.64	14,528,189.78	2,090,271.25	39.994761	-109.393871
3,148.00	3.29	211.76	3,137.36	-164.94	148.21	14,528,185.36	2,090,267.90	39.994749	-109.393883
3,243.00	2.80	225.99	3,232.23	-168.87	145.11	14,528,181.37	2,090,264.87	39.994738	-109.393894
3,338.00	2.55	217.22	3,327.13	-172.16	142.16	14,528,178.03	2,090,261.98	39.994729	-109.393905
3,432.00	2.28	215.93	3,421.04	-175.34	139.80	14,528,174.80	2,090,259.68	39.994721	-109.393913
3,527.00	2.39	206.79	3,515.96	-178.64	137.80	14,528,171.47	2,090,257.74	39.994712	-109.393920
3,621.00	2.17	205.40	3,609.89	-182.00	136.15	14,528,168.08	2,090,256.15	39.994702	-109.393926
3,716.00	2.35	190.03	3,704.82	-185.54	135.04	14,528,164.52	2,090,255.10	39.994693	-109.393930
3,810.00	1.91	209.70	3,798.75	-188.80	133.93	14,528,161.24	2,090,254.05	39.994684	-109.393934
3,905.00	2.09	204.56	3,893.69	-191.75	132.42	14,528,158.27	2,090,252.60	39.994676	-109.393940
3,999.00	2.23	181.51	3,987.63	-195.14	131.66	14,528,154.87	2,090,251.90	39.994666	-109.393942
4,094.00	0.93	205.20	4,082.59	-197.68	131.28	14,528,152.31	2,090,251.57	39.994659	-109.393944
4,188.00	1.26	201.23	4,176.57	-199.34	130.59	14,528,150.65	2,090,250.90	39.994655	-109.393946
4,283.00	1.65	194.12	4,271.54	-201.64	129.87	14,528,148.34	2,090,250.23	39.994648	-109.393949
4,378.00	1.97	181.79	4,366.50	-204.59	129.49	14,528,145.37	2,090,249.90	39.994640	-109.393950
4,472.00	1.14	240.42	4,460.47	-206.67	128.63	14,528,143.28	2,090,249.07	39.994635	-109.393953
4,567.00	0.56	317.87	4,555.46	-206.79	127.49	14,528,143.14	2,090,247.94	39.994634	-109.393957
4,661.00	0.36	349.84	4,649.45	-206.16	127.13	14,528,143.76	2,090,247.57	39.994636	-109.393958
4,756.00	0.15	249.20	4,744.45	-205.91	126.96	14,528,144.01	2,090,247.40	39.994637	-109.393959
4,851.00	0.31	190.67	4,839.45	-206.21	126.80	14,528,143.71	2,090,247.24	39.994636	-109.393960
4,945.00	0.44	174.99	4,933.45	-206.82	126.78	14,528,143.10	2,090,247.23	39.994634	-109.393960
5,040.00	0.97	313.79	5,028.45	-206.62	126.23	14,528,143.28	2,090,246.68	39.994635	-109.393962
5,134.00	0.95	305.00	5,122.43	-205.63	125.02	14,528,144.26	2,090,245.45	39.994638	-109.393966
5,228.00	0.88	288.65	5,216.42	-204.95	123.70	14,528,144.91	2,090,244.12	39.994639	-109.393971
5,323.00	0.48	287.33	5,311.42	-204.60	122.63	14,528,145.24	2,090,243.04	39.994640	-109.393975

<b>Company:</b>	Kerr McGee Oil and Gas Onshore LP	<b>Local Co-ordinate Reference:</b>	Well NBU 922-36E1CS
<b>Project:</b>	Uintah County, UT UTM12	<b>TVD Reference:</b>	GL 5111 & KB 14 @ 5125.00ft (EN SIGN 138)
<b>Site:</b>	NBU 922-36E PAD	<b>MD Reference:</b>	GL 5111 & KB 14 @ 5125.00ft (EN SIGN 138)
<b>Well:</b>	NBU 922-36E1CS	<b>North Reference:</b>	True
<b>Wellbore:</b>	OH	<b>Survey Calculation Method:</b>	Minimum Curvature
<b>Design:</b>	OH	<b>Database:</b>	EDM 5000.1 Single User Db

Survey									
Measured Depth (ft)	Inclination (°)	Azimuth (°)	Vertical Depth (ft)	+N/S (ft)	+E/W (ft)	Map Northing (usft)	Map Easting (usft)	Latitude	Longitude
5,418.00	0.34	263.05	5,406.41	-204.51	121.97	14,528,145.32	2,090,242.38	39.994641	-109.393977
5,512.00	0.08	196.11	5,500.41	-204.61	121.67	14,528,145.21	2,090,242.09	39.994640	-109.393978
5,607.00	0.97	258.68	5,595.41	-204.83	120.87	14,528,144.98	2,090,241.28	39.994640	-109.393981
5,702.00	0.93	250.53	5,690.39	-205.25	119.35	14,528,144.54	2,090,239.78	39.994639	-109.393986
5,796.00	0.98	232.60	5,784.38	-205.99	117.99	14,528,143.77	2,090,238.43	39.994637	-109.393991
5,891.00	1.25	211.33	5,879.36	-207.37	116.81	14,528,142.37	2,090,237.27	39.994633	-109.393995
5,985.00	0.44	262.73	5,973.35	-208.29	115.92	14,528,141.43	2,090,236.40	39.994630	-109.393998
6,080.00	0.38	260.18	6,068.35	-208.39	115.25	14,528,141.32	2,090,235.73	39.994630	-109.394001
6,175.00	0.53	231.26	6,163.35	-208.72	114.59	14,528,140.98	2,090,235.08	39.994629	-109.394003
6,269.00	0.53	209.58	6,257.34	-209.37	114.04	14,528,140.32	2,090,234.54	39.994627	-109.394005
6,364.00	0.81	184.17	6,352.34	-210.42	113.77	14,528,139.26	2,090,234.29	39.994624	-109.394006
6,458.00	0.87	186.80	6,446.33	-211.79	113.64	14,528,137.89	2,090,234.18	39.994621	-109.394007
6,553.00	0.91	173.32	6,541.32	-213.26	113.64	14,528,136.43	2,090,234.21	39.994617	-109.394007
6,647.00	1.13	174.92	6,635.30	-214.92	113.81	14,528,134.76	2,090,234.41	39.994612	-109.394006
6,742.00	0.60	53.08	6,730.30	-215.56	114.29	14,528,134.14	2,090,234.90	39.994610	-109.394004
6,836.00	1.56	29.52	6,824.28	-214.15	115.32	14,528,135.57	2,090,235.90	39.994614	-109.394001
6,931.00	1.02	49.96	6,919.25	-212.48	116.60	14,528,137.26	2,090,237.16	39.994619	-109.393996
7,025.00	1.00	70.45	7,013.24	-211.66	118.01	14,528,138.10	2,090,238.55	39.994621	-109.393991
7,120.00	0.81	89.75	7,108.23	-211.38	119.47	14,528,138.40	2,090,240.00	39.994622	-109.393986
7,215.00	1.10	103.54	7,203.22	-211.59	121.03	14,528,138.22	2,090,241.56	39.994621	-109.393980
7,309.00	1.34	128.24	7,297.19	-212.49	122.77	14,528,137.36	2,090,243.32	39.994619	-109.393974
7,404.00	1.16	143.56	7,392.17	-213.95	124.21	14,528,135.92	2,090,244.79	39.994615	-109.393969
7,499.00	0.84	198.05	7,487.16	-215.38	124.57	14,528,134.50	2,090,245.17	39.994611	-109.393968
7,593.00	1.16	303.97	7,581.15	-215.51	123.56	14,528,134.35	2,090,244.17	39.994610	-109.393971
7,688.00	0.40	278.71	7,676.14	-214.92	122.44	14,528,134.92	2,090,243.03	39.994612	-109.393975
7,782.00	0.65	0.31	7,770.14	-214.34	122.12	14,528,135.50	2,090,242.70	39.994614	-109.393976
7,877.00	0.39	55.53	7,865.14	-213.61	122.39	14,528,136.22	2,090,242.96	39.994616	-109.393975
7,971.00	0.48	93.54	7,959.13	-213.46	123.04	14,528,136.39	2,090,243.61	39.994616	-109.393973
8,066.00	0.87	91.35	8,054.13	-213.50	124.16	14,528,136.37	2,090,244.73	39.994616	-109.393969
8,160.00	0.84	99.52	8,148.12	-213.63	125.55	14,528,136.27	2,090,246.13	39.994616	-109.393964
8,255.00	0.88	111.82	8,243.11	-214.02	126.92	14,528,135.90	2,090,247.50	39.994614	-109.393959
8,350.00	0.90	132.00	8,338.09	-214.79	128.15	14,528,135.16	2,090,248.74	39.994612	-109.393955
8,444.00	1.41	118.32	8,432.07	-215.83	129.72	14,528,134.14	2,090,250.33	39.994610	-109.393949
8,539.00	1.52	126.77	8,527.04	-217.14	131.75	14,528,132.87	2,090,252.39	39.994606	-109.393942
8,633.00	1.62	124.85	8,621.01	-218.64	133.84	14,528,131.40	2,090,254.51	39.994602	-109.393935
8,728.00	1.67	124.21	8,715.97	-220.19	136.09	14,528,129.90	2,090,256.78	39.994598	-109.393926
8,822.00	2.37	113.68	8,809.91	-221.74	139.00	14,528,128.40	2,090,259.72	39.994593	-109.393916
8,862.00	2.00	102.62	8,849.88	-222.22	140.44	14,528,127.94	2,090,261.17	39.994592	-109.393911
<b>LAST SDI MWD PRODUCTION SURVEY</b>									
8,915.00	2.00	102.62	8,902.85	-222.63	142.25	14,528,127.57	2,090,262.98	39.994591	-109.393905
<b>SDI PROJECTION TO BIT</b>									

Design Annotations					
Measured Depth (ft)	Vertical Depth (ft)	Local Coordinates			Comment
		+N/S (ft)	+E/W (ft)		
153.00	153.00	-0.21	-0.07	FIRST SDI MWD SURFACE SURVEY	
2,541.00	2,532.03	-131.04	135.84	LAST SDI MWD SURFACE SURVEY	
2,675.00	2,665.48	-139.07	144.93	FIRST SDI MWD PRODUCTION SURVEY	
8,862.00	8,849.88	-222.22	140.44	LAST SDI MWD PRODUCTION SURVEY	
8,915.00	8,902.85	-222.63	142.25	SDI PROJECTION TO BIT	